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May 9, 2019

Kakaku.com, Inc.
Consolidated Earnings Report for the
Fiscal Year Ended March 31, 2019

Stock listings: Tokyo Stock Exchange (First Section)
 Securities code: 2371
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Scheduled dates

Ordinary general meeting of shareholders: June 18, 2019
 Dividend payout: June 19, 2019
 Filing of statutory year-end financial report: June 18, 2019
 Supplementary materials to financial results available: Yes
 Fiscal year-end earnings presentation held: Yes (for institutional investors and analysts)

(Amounts of less than one million yen are rounded.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)

(1) Consolidated Operating Results

(% = year-on-year change)

	Revenue		Operating profit		Profit before income taxes		Profit for the period		Profit attributable to owners of the parent company		Total comprehensive income for the period	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥ million	%
FY2019/3	54,832	17.2	25,070	9.6	24,839	8.8	16,742	6.4	16,697	6.4	16,779	5.9
FY2018/3	46,782	7.6	22,876	6.7	22,820	6.4	15,737	6.0	15,699	6.0	15,850	6.4

	Basic earnings per share	Diluted earnings per share	Profit to equity attributable to owners of the parent company ratio	Profit before income taxes to total assets ratio	Operating profit to revenue ratio
	¥	¥	%	%	%
FY2019/3	79.70	79.66	45.1	52.8	45.7
FY2018/3	73.96	73.92	45.7	53.5	48.9

For reference: Share of profit (loss) of associates and joint ventures accounted for by the equity method:

Year ended March 31, 2019: (238) million yen

Year ended March 31, 2018: (62) million yen

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the parent company	Total equity attributable to owners of the parent company ratio	Equity per share attributable to owners of the parent company
	¥ million	¥ million	¥ million	%	¥
As of March 31, 2019	51,242	40,941	40,538	79.1	194.30
As of March 31, 2018	42,770	33,908	33,573	78.5	160.02

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	¥ million	¥ million	¥ million	¥ million
FY2019/3	18,291	(3,163)	(9,734)	26,422
FY2018/3	16,000	(8,415)	(17,447)	21,029

2. Dividends

	Annual dividends					Total payout (full year)	Payout ratio (consolidated)	Dividends to equity attributable to owners of the parent company (consolidated)
	Q1	Q2	Q3	Year-end	Annual total			
	¥	¥	¥	¥	¥	¥ million	%	%
FY2018/3	-	16.00	-	16.00	32.00	6,777	43.3	19.9
FY2019/3	-	18.00	-	18.00	36.00	7,534	45.2	20.3
FY2020/3 (forecast)	-	20.00	-	20.00	40.00		46.4	

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2020 (April 1, 2018 to March 31, 2020)

(% = year-on-year change)

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent company		Basic earnings per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
Six months ending September 30, 2019	28,700	11.9	12,500	7.0	12,400	6.8	8,400	9.7	40.26
Full year	62,000	13.1	26,700	6.5	26,500	6.7	18,000	7.8	86.28

*Notes

(1) Changes in Significant Subsidiaries during the Period: None

(2) Accounting policy changes and accounting estimate changes:

i) Changes in accounting policies required by IFRS: Yes

ii) Changes other than the above 1): None

iii) Changes in accounting estimates: None

(Note) For details, see “3. Consolidated Financial Statements, (5) Notes on Consolidated Financial Statements (Changes in accounting policies) on page 12

(3) Number of shares issued (common stock)

1) Number of shares issued at end of period (treasury stock included):

March 31, 2019: 209,505,000 shares

March 31, 2018: 210,605,000 shares

2) Number of shares held in treasury at end of period:

March 31, 2019: 872,058 shares

March 31, 2018: 794,107 shares

3) Average number of shares outstanding during the period:

Year ended March 31, 2019: 209,491,700 shares

Year ended March 31, 2018: 212,274,989 shares

For Reference

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)

(1) Operations Results

(% = year-on-year change)

	Net sales		Operating income		Ordinary income		Net income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
FY2019/3	49,474	12.5	23,293	6.1	23,261	6.2	16,087	5.0
FY2018/3	43,992	6.2	21,948	4.9	21,906	4.6	15,327	11.3

	Net income per share - basic	Net income per share - fully diluted
	¥	¥
FY2019/3	76.79	76.76
FY2018/3	72.21	72.17

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ million	¥ million	%	¥
As of March 31, 2019	47,440	39,816	83.6	190.04
As of March 31, 2018	40,284	33,513	82.7	158.79

For reference: Total equity: March 31, 2019: 39,649 million yen March 31, 2018: 33,316 million yen

Total equity = Shareholders' equity plus total accumulated other comprehensive income

* This earnings report is exempt from audit procedures.

*Appropriate Use of Earnings Forecasts and Other Important Information

(Disclaimer Regarding Forward-Looking Statements)

The above forecasts, which constitute forward-looking statements, are prospects based on information available to the Company as of the date of the release of this document. Actual results may differ materially from the above forecasts due to a range of factors.

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1. Operating Results and Financial Position

(1) Operating Results

The Company's operating results for the fiscal year ended March 31, 2019, are as follows.

Consolidated revenue grew 17.2% year on year to 54,832 million yen, driven mainly by growth in *tabelog*'s restaurant sales promotion business, *kakaku.com* and *tabelog*'s advertising businesses, consolidated subsidiary Kakaku.com Insurance, Inc., and *Kyujin Box*'s revenues.

Consolidated operating profit grew 9.6% year on year to 25,070 million yen, mainly as a net result of revenue growth and an increase in *tabelog*-related advertising expenses.

Consolidated profit before income taxes grew 8.8% year on year to 24,839 million yen, mainly as a result of the increase in operating profit partially offset by a net loss on equity-method investments.

Consolidated profit attributable to owners of the parent company increased 6.4% year on year to 16,697 million yen, mainly as a net result of growth in profit before income taxes and a one-time tax expense booked in the first quarter of the fiscal year.

Operating results (after intersegment eliminations) are presented below by business segment.

(a) Internet Media Business

The Internet media business's revenue grew 16.6% year on year to 53,112 million yen while its segment income grew 8.8% year on year to 24,503 million yen in the fiscal year ended March 31, 2019.

(*kakaku.com*)

kakaku.com's revenue grew 2.4% year on year to 22,510 million yen in the fiscal year ended March 31, 2019.

The shopping business's revenue edged up 0.1% year on year to 9,254 million yen as revenue growth in durable goods categories was nearly negated by a decline in revenue from consumer goods. The service business's revenue increased 2.9% year on year to 8,804 million yen, boosted by growth in revenue from personal finance, telecom and moving company comparison services. The advertising business's revenue grew 6.9% year on year to 4,452 million yen, driven by growth in banner and advertorial advertising.

kakaku.com had 56.15 million monthly unique users¹ in March 2019.

(*tabelog*)

tabelog's revenue grew 20.9% year on year to 24,352 million yen in the fiscal year ended March 31, 2019.

The restaurant sales promotion business briskly grew its new fee plans' subscribership to 37,100 restaurants as of March. It did so by both signing up new subscribers and converting existing subscribers from old fee plans to the new ones². Additionally, online reservation bookings grew steadily by virtue of an increase in restaurants that accept online reservations via *tabelog*. The restaurant sales promotion business's revenue consequently increased 27.5% year on year to 19,105 million yen. The premium membership business's revenue decreased 1.8% year on year to 2,890 million yen in the wake of a decrease in fee-paying members. The advertising business's revenue grew 6.4% year on year to 2,357 million yen, driven by growth in banner and advertorial advertising revenues. *tabelog* had 119.17 million monthly unique users¹ in March 2019.

(New Media and Solutions)

The new media and solutions business's revenue grew 81.5% year on year to 6,250 million yen in the fiscal year ended March 31, 2019.

Kyujin Box's commission revenues grew in tandem with growth in monthly users. Additionally, consolidated subsidiary LCL Incorporated's *Bus Hikaku Navi* bus comparison service achieved revenue growth by growing its monthly usership and raising its commission rates.

(b) Finance Business

The finance business's revenue grew 41.1% year on year to 1,720 million yen while its segment income increased 61.2% year on year to 561 million yen in the fiscal year ended March 31, 2019.

The *Kakaku.com Insurance* site of consolidated subsidiary Kakaku.com Insurance, Inc. increased its commission revenue through growth in online applications for both life and non-life insurance coverage.

1. Monthly unique users are counted on a net basis as the number of browsers that visited the site. Users who visit the site multiple times during a month are counted as one user. Prior to September 2018, some mobile

browsers were double-counted as a side effect of high-speed loading of mobile webpages. Effective from September 2018, the Company switched to a browser counting method that eliminates such double-counting. The updated counting method screens out, to the fullest extent possible, mechanical accesses by, e.g., third parties' web-scraping bots, but some such accesses may be included in monthly unique user counts.

2. *tabelog*'s new fee plans are restaurant service plans for which *tabelog*'s restaurant sales promotion business charges a monthly base fee plus a variable fee based on online reservation bookings. *tabelog*'s old fee plans are restaurant service plans for which *tabelog* charges a monthly base fee only.

(2) Financial Position

Assets

Consolidated assets at March 31, 2019, totaled 51,242 million yen, an 8,471 million yen increase from March 31, 2018. The increase was mainly due to a 5,393 million yen increase in cash and cash equivalents, 1,065 million yen increase in trade and other receivables and 584 million yen increase in non-current other financial assets.

Liabilities

Consolidated liabilities at March 31, 2019, totaled 10,301 million yen, a 1,439 million yen increase from March 31, 2018. The increase was mainly attributable to a 659 million yen increase in trade and other payables and 381 million yen increase in other current liabilities.

Total equity

Consolidated equity at March 31, 2019, totaled 40,941 million yen, a 7,033 million yen increase from March 31, 2018. The increase was mainly the net result of 16,697 million yen of profit attributable to owners of the parent company, a 2,707 million yen net acquisition of treasury shares and 7,135 million yen of dividends distributed from retained earnings.

(3) Cash Flows

Cash and cash equivalents ("cash") at March 31, 2019, totaled 26,422 million yen, a 5,393 million yen increase from March 31, 2018. Cash flows from operating, investing and financing activities were as follows.

Cash flows from operating activities

Operating activities provided net cash of 18,291 million yen (vs. 16,000 million yen provided in the previous fiscal year), mainly in the form of 24,839 million yen of profit before income taxes less 8,180 million yen of income taxes paid.

Cash flows from investing activities

Investing activities used net cash of 3,163 million yen (vs. 8,415 million yen used in the previous fiscal year), primarily to acquire investment securities for 1,376 million yen and intangible assets, including server software, for 1,272 million yen.

Cash flows from financing activities

Financing activities used net cash of 9,734 million yen (vs. 17,447 million yen used in the previous fiscal year), primarily to distribute dividends totaling 7,133 million yen and acquire treasury shares for 3,000 million yen.

(4) Outlook for Fiscal Year Ending March 31, 2020

The Kakaku.com Group aims to strengthen its overall earnings foundation by accelerating growth in the new media and solutions business and finance business while keeping *kakaku.com* and *tabelog* growing robustly. The Company is committed to gaining new earnings sources by investing in both domestic and overseas businesses while also aggressively challenging to build businesses that utilize its proprietary data.

Among selling, general and administrative expenses, the Company plans to increase spending on advertising and agency commissions to further expedite business growth and on IT system investments to stably provide services. It plans to also increase office space to expand its operations and expects to incur increased expenses as a result.

For the fiscal year ending March 31, 2020, the Company is forecasting consolidated revenue of 62,000 million yen, consolidated operating profit of 26,700 million yen, consolidated profit before income taxes of

26,500 million yen and consolidated profit attributable to owners of the parent company of 18,000 million yen.

These forecasts are judgments based on currently available information. They involve many uncertainties. Actual operating results may differ from the forecasts as a result of changes in business conditions or other factors.

2. Basic Approach to Selection of Accounting Standards

The Group has adopted International Financial Reporting Standards (IFRS) effective from the fiscal year ended March 31, 2018, to enhance its financial information's international comparability in capital markets.

3. Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2018	As of March 31, 2019
Assets		
Current assets		
Cash and cash equivalents	21,029	26,422
Trade and other receivables	7,612	8,676
Other financial assets	36	29
Other current assets	883	1,502
Total current assets	29,559	36,629
Non-current assets		
Property, plant and equipment	1,128	1,384
Goodwill and other intangible assets	7,247	7,095
Investments accounted for using equity method	2,004	2,555
Other financial assets	2,644	3,229
Deferred tax assets	142	304
Other non-current assets	46	46
Total non-current assets	13,211	14,613
Total assets	42,770	51,242

	As of March 31, 2018	As of March 31, 2019
Liabilities		
Current liabilities		
Trade and other payables	1,787	2,446
Bonds and borrowings	168	339
Other financial liabilities	219	221
Income taxes payable	3,986	4,082
Employee benefit obligations	1,092	1,296
Other current liabilities	1,038	1,419
Total current liabilities	8,291	9,802
Non-current liabilities		
Bonds and borrowings	235	139
Provisions	164	178
Other non-current liabilities	172	182
Total non-current liabilities	571	499
Total liabilities	8,862	10,301
Equity		
Capital stock	916	916
Capital surplus	441	464
Retained earnings	33,060	40,490
Treasury shares	(1,255)	(1,750)
Other components of equity	411	419
Total equity attributable to owners of the parent company	33,573	40,538
Non-controlling interests	335	403
Total equity	33,908	40,941
Total liabilities and equity	42,770	51,242

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
Consolidated Statement of Income

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Revenue	46,782	54,832
Operating expenses	24,105	29,789
Other income	204	26
Other expenses	5	0
Operating profit	22,876	25,070
Finance income	9	15
Finance expenses	3	7
Share of profit (loss) of associates and joint ventures accounted for by the equity method	(62)	(238)
Profit before income taxes	22,820	24,839
Income tax expense	7,083	8,097
Profit	15,737	16,742
Profit attributable to:		
Owners of the parent company	15,699	16,697
Non-controlling interests	39	45
Earnings per share		
Basic earnings per share (yen)	73.96	79.70
Diluted earnings per share (yen)	73.92	79.66

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Profit	15,737	16,742
Other comprehensive income (Net of related tax effect)		
Items that will not be reclassified to profit or loss		
Net changes in fair value of financial assets measured at fair value through other comprehensive income	111	39
Total items that will not be reclassified to profit or loss	111	39
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	1	(1)
Share of other comprehensive income of associates and joint ventures accounted for using the equity method	1	(1)
Total items that may be reclassified to profit or loss	2	(1)
Other comprehensive income (Net of related tax effect)	113	37
Comprehensive income	15,850	16,779
Comprehensive income attributable to:		
Owners of the parent company	15,812	16,734
Non-controlling interests	39	45

(3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Equity attributable to owners of the parent company										Non-controlling interests	Total equity
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Other components of equity					Total		
					Net changes in fair value of financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	Subscription rights to shares	Total other components of equity			
Balance at beginning of period	916	822	36,154	(3,019)	105	(4)	—	184	285	35,158	222	35,380
Profit	—	—	15,699	—	—	—	—	—	—	15,699	39	15,737
Other comprehensive income	—	—	—	—	111	1	1	—	113	113	—	113
Total comprehensive income	—	—	15,699	—	111	1	1	—	113	15,812	39	15,850
Dividends	—	—	(6,451)	—	—	—	—	—	—	(6,451)	—	(6,451)
Purchase or disposal of treasury shares	—	—	(12,341)	1,764	—	—	—	(38)	(38)	(10,616)	—	(10,616)
Change in ownership interest in subsidiaries that do not result in loss of control	—	(359)	—	—	—	—	—	—	—	(359)	—	(359)
Share-based payment transactions	—	—	—	—	—	—	—	62	62	62	—	62
Cancellation of subscription rights to shares	—	11	—	—	—	—	—	(11)	(11)	—	—	—
Change in scope of consolidation	—	—	—	—	—	—	—	—	—	—	74	74
Others	—	(32)	—	—	—	—	—	—	—	(32)	—	(32)
Total transactions with owners	—	(381)	(18,793)	1,764	—	—	—	13	13	(17,397)	74	(17,322)
Balance at end of period	916	441	33,060	(1,255)	216	(4)	1	197	411	33,573	335	33,908

Fiscal year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

(Millions of yen)

	Equity attributable to owners of the parent company										Non-controlling interests	Total equity
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Other components of equity					Total		
					Net changes in fair value of financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	Subscription rights to shares	Total other components of equity			
Balance at beginning of period	916	441	33,060	(1,255)	216	(4)	1	197	411	33,573	335	33,908
Profit	—	—	16,697	—	—	—	—	—	—	16,697	45	16,742
Other comprehensive income	—	—	—	—	39	(1)	(1)	—	37	37	(0)	37
Total comprehensive income	—	—	16,697	—	39	(1)	(1)	—	37	16,734	45	16,779
Dividends	—	—	(7,135)	—	—	—	—	—	—	(7,135)	—	(7,135)
Purchase or disposal of treasury shares	—	—	(2,132)	(495)	—	—	—	(80)	(80)	(2,707)	—	(2,707)
Change in ownership interest in subsidiaries that do not result in loss of control	—	(0)	—	—	—	—	—	—	—	(0)	2	1
Share-based payment transactions	—	—	—	—	—	—	—	76	76	76	—	76
Cancellation of subscription rights to shares	—	26	—	—	—	—	—	(26)	(26)	—	—	—
Change in scope of consolidation	—	—	—	—	—	—	—	—	—	—	—	—
Others	—	(3)	—	—	—	—	—	—	—	(3)	21	18
Total transactions with owners	—	22	(9,267)	(495)	—	—	—	(29)	(29)	(9,770)	23	(9,747)
Balance at end of period	916	464	40,490	(1,750)	254	(4)	1	168	419	40,538	403	40,941

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Cash flows from operating activities		
Profit before income taxes	22,820	24,839
Adjustments to reconcile profit before income taxes		
Depreciation and amortization	1,581	1,766
Interest and dividend income	(9)	(14)
Decrease (increase) in trade and other receivables	(1,779)	(1,065)
Increase (decrease) in trade and other payables	309	644
Other	(62)	286
Subtotal	22,860	26,456
Interest and dividend income received	9	14
Income taxes paid	(6,869)	(8,180)
Net cash provided by (used in) operating activities	16,000	18,291
Cash flows from investing activities		
Purchase of property, plant and equipment	(193)	(572)
Purchase of intangible assets	(1,166)	(1,272)
Purchase of investment securities	(2,605)	(1,376)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(4,439)	-
Other	(11)	57
Net cash provided by (used in) investing activities	(8,415)	(3,163)
Cash flows from financing activities		
Repayments of short-term loans payable	-	(300)
Proceeds from short-term loans payable	-	500
Repayments of long-term loans payable	(77)	(306)
Proceeds from long-term loans payable	-	180
Purchase of shares of subsidiaries that do not result in change in scope of consolidation	(373)	-
Purchase of treasury shares	(10,780)	(3,000)
Dividends paid	(6,454)	(7,133)
Proceeds from issuance of shares to non-controlling shareholders	30	-
Proceeds from issuance of share options	206	294
Other	-	30
Net cash provided by (used in) financing activities	(17,447)	(9,734)
Effect of exchange rate change on cash and cash	1	(1)
Net increase (decrease) in cash and cash equivalents	(9,861)	5,393
Cash and cash equivalents at beginning of period	30,890	21,029
Cash and cash equivalents at end of period	21,029	26,422

(5) Notes on Consolidated Financial Statements

(Notes regarding the going concern assumption)

Not applicable.

(Changes in accounting policies)

The Group has applied IFRS 15 *Revenue from Contracts with Customers* (issued in May 2014) and Clarifications to IFRS 15 *Revenue from Contracts with Customers* (issued in April 2016) from the fiscal year ended March 31, 2019.

In applying IFRS 15, the Group has applied the method, which is recognized as a transitional measure, whereby the cumulative effects of application of this standard are recognized on the date of initial application.

In conjunction with the application of IFRS 15, the Group recognizes revenue from contracts with customers using the following five-step approach (with the exception of interest and dividend income in accordance with IFRS 9 *Financial Instruments* and lease income in accordance with IAS 17 *Leases*).

Step 1: Identify the contract with a customer.

Step 2: Identify the performance obligations in the contract.

Step 3: Determine the transaction price.

Step 4: Allocate the transaction price to the performance obligations in the contract.

Step 5: Recognize revenue when or as performance obligations are satisfied.

The effect of applying this accounting standard on the Group's condensed consolidated financial statements is immaterial.

(Segment Information)

(1) Outline of reportable segments

The Group's reportable segments comprise the business units of the Group for which separate financial information is available and of which the Board of Directors periodically conducts reviews for the purpose of determining the allocation of management resources and evaluating their business results.

The Group has established business divisions and subsidiaries by product/service, and each business division and subsidiary draw up comprehensive domestic and overseas strategies of the services for which it is responsible and engages in business activities.

The Group, thus, comprises segments based on services under the business divisions and subsidiaries, which have been divided into the reportable segments of Internet Media and Finance.

The Internet Media segment mainly operates customer purchasing support site *kakaku.com* and restaurant search and reservation site *tabelog*, as well as *Sumaity*, a real estate/housing information site; *4travel*, a travel review and comparison site operated by 4travel, Inc., a consolidated subsidiary; *eiga.com*, a comprehensive movie information site operated by eiga.com, Inc., a consolidated subsidiary; *webCG*, a dedicated automobile site operated by webCG, Inc., a consolidated subsidiary; a dynamic package business of the consolidated subsidiary, Time Design Co., Ltd.; *Bus Hikaku Navi*, a bus trip comparison service operated by LCL Incorporated., a consolidated subsidiary; and the movie contents and website production of gaie, Inc., a consolidated subsidiary.

The Finance segment is engaged in the insurance agency business through Kakaku.com Insurance, Inc., a consolidated subsidiary.

(2) Information on the amounts of revenue, profit/loss, assets and other items by reportable segment

Fiscal year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)

(Millions of yen)

	Reportable segment			Adjustments (Notes 1, 2)	Amount reported in the consolidated financial statements
	Internet Media	Finance	Total		
Revenue					
Revenue from external customers	45,564	1,218	46,782	-	46,782
Inter-segment revenue or transfers	2	-	2	(2)	-
Total	45,566	1,218	46,784	(2)	46,782
Operating expenses	23,242	870	24,112	(7)	24,105
Segment income	22,523	348	22,871	5	22,876
Finance income					9
Finance expenses					3
Share of profit (loss) of associates and joint ventures accounted for by the equity method					(62)
Profit before income taxes					22,820
Other items					
Depreciation and amortization	1,566	15	1,581	-	1,581
Capital expenditures (Note 3)	1,417	6	1,423	-	1,423
Segment assets	41,503	1,337	42,840	(70)	42,770

(Note 1) Adjustments of segment income refer to the elimination of intersegment transactions.

(Note 2) Adjustments of segment assets refer to the elimination of intersegment receivables and payables.

(Note 3) Capital expenditures include investments in property, plant and equipment, and intangible assets.

Fiscal year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)

(Millions of yen)

	Reportable segment			Adjustments (Notes 1, 2)	Amount reported in the consolidated financial statements
	Internet Media	Finance	Total		
Revenue					
Revenue from external customers	53,112	1,720	54,832	-	54,832
Inter-segment revenue or transfers	3	-	3	(3)	-
Total	53,115	1,720	54,835	(3)	54,832
Operating expenses	28,640	1,156	29,796	(8)	29,789
Segment income	24,503	561	25,065	5	25,070
Finance income					15
Finance expenses					7
Share of profit (loss) of associates and joint ventures accounted for by the equity method					(238)
Profit before income taxes					24,839
Other items					
Depreciation and amortization	1,749	17	1,766	-	1,766
Capital expenditures (Note 3)	1,837	33	1,870	-	1,870
Segment assets	49,533	1,779	51,312	(70)	51,242

(Note 1) Adjustments of segment income refer to the elimination of intersegment transactions.

(Note 2) Adjustments of segment assets refer to the elimination of intersegment receivables and payables.

(Note 3) Capital expenditures include investments in property, plant and equipment, and intangible assets.

(Per share data)

Basic earnings per share and diluted earnings per share attributable to owners of the parent company are as follows.

	Fiscal year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)	Fiscal year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)
Basic earnings per share (yen)	73.96	79.90
Diluted earnings per share (yen)	73.92	79.66

The basis for calculating basic earnings per share and diluted earnings per share attributable to owners of the parent company is as follows.

	Fiscal year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)	Fiscal year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)
Basic earnings per share		
Profit attributable to owners of the parent company (Millions of yen)	15,699	16,697
Amounts not attributable to common shareholders of the parent company (Millions of yen)	-	-
Amount of profit used in the calculation of basic earnings per share (Millions of yen)	15,699	16,697
Average number of outstanding common stock during the period (shares)	212,274,989	209,491,700
Diluted earnings per share		
Adjustment to profit (Millions of yen)	-	-
Amount of profit used in the calculation of diluted earnings per share (Millions of yen)	15,699	16,697
Increase in number of common stock (shares)	109,388	97,981
[Stock acquisition rights] (shares)	(109,388)	(97,981)
Summary of dilutive stock not included in the calculation of diluted profit per share due to not having dilutive effects	7 th Series of Stock Acquisition Rights by resolution of Board of Directors on November 20, 2013 (Number of stock acquisition rights: 1,588 units) 9 th Series of Stock Acquisition Rights by resolution of Board of Directors on August 17, 2016 (Number of stock acquisition rights: 1,150 units)	12 th Series of Stock Acquisition Rights by resolution of Board of Directors on September 19, 2018 (Number of stock acquisition rights: 2,130 units)

(Significant subsequent events)

Not applicable.