

**Summary of Consolidated Financial Results for
the Second Quarter of the Fiscal Year Ending March 31, 2021
[under Japanese GAAP]**

Company: Keyware Solutions Inc.

Stock code: 3799

Representative director: Masahiro Mita, President & CEO

Contact: Keiji Ushirone General Manager of Corporate Planning Division and PR & IR Office

October 29, 2020

Stock Exchange Listings: TSE 2nd section

URL: <https://www.keyware.co.jp>

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Scheduled date of filing Quarterly Securities Report: November 12, 2020

Scheduled commencement date of dividend payout: —

Supplemental information for quarterly financial results: Yes

Schedule for quarterly shareholders meeting: None

(Amounts are rounded down to units of million yen)

1. Summary of financial results for the second quarter of the fiscal year ending March 31, 2021

(April 1, 2020 – September 30, 2020)

(1) Consolidated operating results

(Percentage figures indicate changes from the same quarter of the prior fiscal year)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
2Q of FY2021	8,130	-5.7	-29	—	37	-3.7	26	-47.8
2Q of FY2020	8,626	7.3	-23	—	38	—	51	—

(Note) Comprehensive income:

2Q of FY2021: ¥ 43 million (-20.9%)

2Q of FY2020: ¥ 55 million (— %)

	Net income per share	Diluted net income per share
	¥	¥
2Q of FY2021	3.64	—
2Q of FY2020	6.11	—

(2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio
	¥million	¥million	%
As of September 30, 2020	8,790	5,253	59.8
As of March 31, 2020	9,269	6,330	68.3

(Reference) Shareholders' Equity

As of September 30, 2020: ¥ 5,253 million

As of March 31, 2020: ¥ 6,330 million

2. Dividends

	Annual dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Full Year
	¥	¥	¥	¥	¥
FY2020	—	0.00	—	12.00	12.00
FY2021	—	0.00			
FY2021 (forecast)			—	12.00	12.00

(Note) Revision of the latest released dividend forecast: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2021

(April 1, 2020 – March 31, 2021)

(Percentage figures indicate changes from the prior fiscal year)

Full Year	Sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
	19,000	3.1	450	3.7	500	-7.6	400	15.1	56.34

(Note) Revision of the latest released financial results forecast: None

* Notes

(1) Changes in the number of important subsidiaries during the period under review: None
(changes in the scope of consolidation due to change in the number of specified subsidiaries)

(2) Application of special accounting treatment when preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, or revised presentation

i. Changes in accounting policies due to revisions to accounting standards, etc.: None

ii. Changes in accounting policies other than those in i.: None

iii. Changes in accounting estimates: None

iv. Revised presentation: None

(4) Ordinary shares issued (common stock)

i. Ordinary shares issued at end of period
(including treasury stock)

ii. Treasury stock issued at end of period

iii. Average number of shares

As of September 30, 2020	9,110,000	As of March 31, 2020	9,110,000
As of September 30, 2020	2,280,031	As of March 31, 2020	895,031
2Q ended September 30, 2020	7,367,319	2Q ended September 30, 2019	8,408,132

* This financial report is outside the scope of audit procedures.

* Disclaimer

The above forecasts are based on judgments made in accordance with information available at the time these materials were prepared, and contain numerous uncertainties. Changing conditions and other factors may cause actual results to differ from the results in these forecasts.