

Consolidated Financial Results for the Nine Months Ended September 30, 2020 [Japanese GAAP]



November 4, 2020

Company name: GMO Pepabo, Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 3633

URL: <https://pepabo.com/>

Representative: Kentaro Sato, CEO and President

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Scheduled date of filing quarterly securities report: November 4, 2020

Scheduled date of commencing dividend payments: —

Availability of supplementary briefing material on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Nine Months Ended September 30, 2020 (from January 1, 2020 to September 30, 2020)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended September 30, 2020	8,293	24.0	965	39.5	1,021	42.6	627	15.8
September 30, 2019	6,690	-	692	-	716	-	541	-

(Note) Comprehensive income: Nine months ended September 30, 2020: ¥ 638 million [29.9 %]

Nine months ended September 30, 2019: ¥ 491 million [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended September 30, 2020	Yen 120.30	Yen 119.64
September 30, 2019	103.84	102.90

(Notes) 1. The Company started to disclose financial results on a consolidated basis from the three months ended March 31, 2019. Accordingly, percentage changes from the previous corresponding period are not presented.

2. The Company executed a two-for-one stock split on April 1, 2019. Accordingly, the figures for basic earnings per share and diluted earnings per share have been calculated assuming that the stock split was executed at the beginning of the fiscal year ended December 31, 2019.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of September 30, 2020	Million yen 7,279	Million yen 2,068	% 27.8
As of December 31, 2019	6,371	1,769	27.0

(Reference) Equity: As of September 30, 2020: ¥ 2,027 million

As of December 31, 2019: ¥ 1,719 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended December 31, 2019	Yen 0.00	Yen 0.00	Yen 0.00	Yen 65.00	Yen 65.00
Fiscal year ending December 31, 2020	0.00	0.00	0.00		
Fiscal year ending December 31, 2020 (Forecast)				52.50	52.50

(Note) Revision to the dividends forecast most recently announced: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2020 (from January 1, 2020 to December 31, 2020)

(% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share				
Full year	Million yen 10,800	% 20.8	Million yen 920	% 17.4	Million yen 970	% 16.1	Million yen 542	% 0.0	Yen 104.10

(Note) Revision to the financial results forecast most recently announced: Yes

*** Notes:**

(1) Changes in significant subsidiaries during the nine months ended September 30, 2020: No
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
New: None
Excluded: None

(2) Adoption of special accounting methods in preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatement: No

(4) Total number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury stock):
September 30, 2020: 5,434,600 shares
December 31, 2019: 5,434,600 shares

2) Total number of treasury stock at the end of the period:
September 30, 2020: 217,648 shares
December 31, 2019: 221,206 shares

3) Average number of shares during the period:
Nine months ended September 30, 2020: 5,214,196 shares
Nine months ended September 30, 2019: 5,217,460 shares

* These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit firms.

* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are based on currently available information and certain preconditions which the Company believes to be reasonable at this time and does not constitute a guarantee of the Company to achieve. Actual results may be substantially different from these forecasts presented herein due to various factors.