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Summary of Non-Consolidated Financial Results for the Six Months Ended August 31, 2020 (Based on Japanese GAAP)

October 15, 2020

Company name:	Kitanotatsujin Corporation		
Stock exchange listing:	Tokyo, Sapporo		
Stock code:	2930 URL https://www.kitanotatsug	in.com	
Representative:	Representative Director & President	Katsuhisa Kinoshita	
Inquiries:	Director	Takahito Kudo	TEL 050-2018-7864
Scheduled date to file Q	Quarterly Securities Report:	October 15, 2020	
Scheduled date to comm	nence dividend payments:	November 12, 2020	
Preparation of suppleme	entary material on quarterly financial results:	Yes	
Holding of quarterly fin	ancial results meeting:	Yes (for institutional in	vestors and analysts)

(Amounts less than one million yen are rounded down)

 1. Non-consolidated financial results for the six months ended August 31, 2020 (from March 1, 2020 to August 31, 2020)

 (1) Non-consolidated operating results (cumulative)

 Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2020	4,592	(9.2)	1,030	(25.9)	1,033	(25.7)	717	(24.2)
Six months ended August 31, 2019	5,055	28.0	1,390	45.8	1,390	45.8	947	42.8

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2020	5.17	-
Six months ended August 31, 2019	6.82	_

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of August 31, 2020	5,697	4,759	83.5	34.25
As of February 29, 2020	5,902	4,347	73.7	31.28

2. Cash dividends

		Annual dividends per share						
	1st quarter-end	1st quarter-end 2nd quarter-end 3rd quarter-end Fiscal year-end Total						
	Yen	Yen	Yen	Yen	Yen			
Year ended February 29, 2020	-	2.10	-	2.20	4.30			
Year ending February 28, 2021	-	1.80						
Year ending February 28, 2021 (Forecast)			-	1.20	3.00			

3. Forecast of non-consolidated financial results for the year ending February 28, 2021 (from March 1, 2020 to February 28, 2021)

Percentages indicate year-on-year changes									ear-on-year changes
	Net sales		Operating pr	ofit	Ordinary pro	ofit	Profit		Earnings per share
	Millions of yen	%	Yen						
Full year	8,227	(18.5)	2,006	(31.2)	2,007	(31.4)	1,357	(31.2)	9.77

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 August 31, 2020	I	141,072,000 shares	As of February 29, 2020	I I	141,072,000 shares
Number of treasury shares at the end of	the per	riod			
As of August 31, 2020		2,105,200 shares	As of February 29, 2020	I I	2,105,200 shares
Average number of shares during the p	eriod (c	umulative from the beg	ginning of the fiscal year)		
Six months ended August 31, 2020	I	138,966,800 shares	Six months ended August 31, 2019	I I	138,966,800 shares

Quarterly non-consolidated financial statements Non-consolidated balance sheets

Current assets 4,088,384 3,847,403 Accounts receivable - trade 561,149 473,763 Finished goods 720,420 935,433 Work in process 29,381 20 Raw materials and supplies 79,822 67,522 Other 45,864 36,311 Allowance for doubtful accounts (3,775) (3,188 Total current assets 5,521,246 5,357,288 Non-current assets 3,352 26,643 Property, plant and equipment 109,344 107,420 Intangible assets 23,352 26,643 Total non-current assets 380,005 340,38e Total assets 2,48,207 206,527 Total assets 2,902,151 5,697,67 Liabilities 2,9029 197,477 Accounts payable - trade 224,929 197,477 Accounts payable - trade 21,929 197,477 Accounts payable - trade 21,459 12,511 Advances received 3,157 11,89 Provision for sale			(Thousands of yen)
Current assets 4,088,384 3,847,403 Accounts receivable - trade 561,149 473,763 Finished goods 720,420 935,433 Work in process 29,381 20 Raw materials and supplies 79,822 67,522 Other 45,864 36,311 Allowance for doubtful accounts (3,775) (3,188 Total current assets 5,521,246 5,357,288 Non-current assets 3,352 26,643 Property, plant and equipment 109,344 107,420 Intangible assets 23,352 26,643 Total non-current assets 380,005 340,38e Total assets 2,48,207 206,527 Total assets 2,902,151 5,697,67 Liabilities 2,9029 197,477 Accounts payable - trade 224,929 197,477 Accounts payable - trade 21,929 197,477 Accounts payable - trade 21,459 12,511 Advances received 3,157 11,89 Provision for sale		As of February 29, 2020	As of August 31, 2020
Cash and deposits $4,088,384$ $3,847,40$ Accounts receivable - trade $561,149$ $473,76$ Finished goods $720,420$ $935,433$ Work in process $29,381$ 22 Raw materials and supplies $79,822$ $67,522$ Other $45,864$ $36,513$ Allowance for doubful accounts $(3,775)$ $(3,188)$ Total current assets $5,521,246$ $5,357,289$ Non-current assets $23,352$ $26,633$ Investments and other assets $23,352$ $26,633$ Investments and other assets $23,050$ $340,384$ Total assets $5,902,151$ $5,697,672$ Liabilities $5902,151$ $5,697,672$ Current liabilities $5,902,151$ $5,697,672$ Liabilities $72,145$ $12,519$ Accounts payable - trade $224,929$ $197,477$ Accounts payable - trade $224,929$ $197,477$ Accounts payable - trade $224,929$ $197,477$ Accounts payable - trade $3,157$ $11,89$ Provision for sales promot	Assets		
Accounts receivable - trade 561,149 473,763 Finished goods 720,420 9355,433 Work in process 29,381 20 Raw materials and supplies 79,822 67,522 Other 45,864 36,319 Allowance for doubtful accounts (3,775) (3,188 Total current assets 5,521,246 5,357,288 Non-current assets 23,352 26,643 Intangible assets 23,352 26,643 Investments and other assets 248,207 206,52 Total non-current assets 380,905 340,328 Total assets 248,207 206,52 Liabilities 380,905 340,328 Current liabilities 248,207 206,52 Liabilities 31,57 11,89 Accounts payable - other 378,907 332,333 Income taxes payable 71,7834 290,100 Accounts payable - other 31,157 11,89 Provision for sales returns 31,157 14,89 Provision for sales	Current assets		
Finished goods 720,420 935,433 Work in process 29,381 20 Raw materials and supplies 79,822 67,523 Other 45,864 36,313 Allowance for doubtful accounts (3,775) (3,188 Total current assets 5,521,246 5,337,288 Non-current assets 5,521,246 5,337,288 Property, plant and equipment 109,344 107,420 Intraggible assets 23,352 26,437 Investments and other assets 248,207 206,527 Total assets 25,902,151 5,697,677 Liabilities 5,902,151 5,697,677 Current liabilities 31,597 11,89 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,100 Advances received 3,157 11,89 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,266 Other 1,554,797 938,211 <td< td=""><td>Cash and deposits</td><td>4,088,384</td><td>3,847,403</td></td<>	Cash and deposits	4,088,384	3,847,403
Work in process 29,381 20 Raw materials and supplies 79,822 67,522 Other 45,864 36,319 Allowance for doubtful accounts (3,775) (3,183 Total current assets 5,521,246 5,357,288 Non-current assets 23,352 26,437 Investments and other assets 23,352 26,643 Investments and other assets 248,207 206,521 Total assets 5,902,151 5,697,672 Liabilities 5,902,151 5,697,672 Current liabilities 5,902,151 5,697,672 Accounts payable - other 378,907 332,332 Income taxes payable 717,834 290,100 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,890 Provision for sales promotion expenses 63,168 53,544 Total liabilities 1,554,797 938,211 Total liabilities 1,554,797 938,211 Net assets Share capital 273,992 273,	Accounts receivable - trade	561,149	473,763
Raw materials and supplies 79,822 67,522 Other 45,864 36,314 Allowance for doubtful accounts (3,775) (3,183 Total current assets 5,521,246 5,337,283 Non-current assets 23,352 26,643 Property, plant and equipment 109,344 107,420 Intangible assets 23,352 26,643 Investments and other assets 248,207 206,521 Total assets 23,0005 340,384 Total assets 5,902,151 5,697,672 Liabilities 5,902,151 5,697,672 Current liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 3,157 11,891 Advances received 3,157 11,891 Provision for sales promotion expenses 66,3168 53,544 Provision for sales returns 13,111 12,266 Other 34,968 28,088 Total liabilities 1,554,797 938,213	Finished goods	720,420	935,438
Other $45,864$ $36,319$ Allowance for doubtful accounts $(3,775)$ $(3,18)$ Total current assets $5,521,246$ $5,357,280$ Non-current assets $23,352$ $26,432$ Property, plant and equipment $109,344$ $107,420$ Intangible assets $23,352$ $26,432$ Investments and other assets $248,207$ $206,521$ Total non-current assets $380,905$ $340,384$ Total assets $5,902,151$ $5,697,672$ Liabilities $224,929$ $197,474$ Accounts payable - trade $224,929$ $197,474$ Accounts payable - other $378,907$ $332,333$ Income taxes payable $717,834$ $290,106$ Advances received $3,157$ $11,899$ Provision for sales promotion expenses $63,168$ $53,544$ Provision for sales returns $13,111$ $12,2,66$ Other $34,968$ $28,080$ Total liabilities $1,554,797$ $938,210$ Net assets	Work in process	29,381	26
Allowance for doubtful accounts $(3,775)$ $(3,183)$ Total current assets $5,521,246$ $5,337,283$ Non-current assets $109,344$ $107,420$ Intangible assets $23,352$ $26,437$ Investments and other assets $248,207$ $206,521$ Total non-current assets $380,905$ $340,384$ Total assets $5,902,151$ $5,697,672$ Liabilities $5,902,151$ $5,697,672$ Accounts payable - trade $224,929$ $197,474$ Accounts payable - other $378,907$ $332,333$ Income taxes payable $717,834$ $290,104$ Accounts payable - other $378,907$ $332,335$ Income taxes payable $717,834$ $290,104$ Account consumption taxes $72,145$ $12,519$ Advances received $3,157$ $11,892$ Provision for sales promotion expenses $63,168$ $53,574$ Other $34,968$ $28,088$ Total liabilities $1,554,797$ $938,218$ Net assets $51,524,797$ $938,218$ Shareholders' equity $253,992$ $253,992$ Share capital $273,992$ $273,992$ Capital surplus $253,992$ $253,992$ Retained earnings $4,254,943$ $4,667,044$ Treasury shares $(435,574)$ $(435,574)$ Total liabilities $253,992$ $253,992$ Total shareholders' equity $4,347,354$ $4,759,455$ Total net assets $4,347,354$ $4,759,455$ Total net assets	Raw materials and supplies	79,822	67,525
1010 1010 1010 Total current assets 5,521,246 5,357,288 Non-current assets 109,344 107,420 Intangible assets 23,352 26,437 Investments and other assets 248,207 206,521 Total assets 380,905 340,384 Total assets 5,902,151 5,697,677 Liabilities 5,902,151 5,697,677 Current liabilities 72,145 12,511 Accounts payable - other 378,907 332,333 Income taxes payable 71,7834 290,100 Accured consumption taxes 72,145 12,511 Advances received 3,157 11,89 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,266 Other 34,968 28,093 Total labilities 1,554,797 938,214 Net assets 5hare capital 273,992 273,992 Share capital 273,992 233,992 233,992	Other	45,864	36,319
Non-current assets 109,344 107,420 Intangible assets 23,352 26,437 Investments and other assets 248,207 206,521 Total non-current assets 380,905 340,388 Total assets 5,902,151 5,697,672 Liabilities 5,002,151 5,697,672 Current liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,2,66 Other 34,968 28,088 Total liabilities 1,554,797 938,218 Net assets 15,54,797 938,218 Shareholders' equity 253,992 253,992 Capital surplus 253,992 253,992 <td< td=""><td>Allowance for doubtful accounts</td><td>(3,775)</td><td>(3,188</td></td<>	Allowance for doubtful accounts	(3,775)	(3,188
Property, plant and equipment 109,344 107,420 Intangible assets 23,352 26,433 Investments and other assets 248,207 206,521 Total non-current assets 380,905 340,384 Total assets 5,902,151 5,697,673 Liabilities 5,902,151 5,697,673 Current liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,891 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,266 Other 34,968 28,088 Total liabilities 1,554,797 938,218 Net assets 253,992 273,992 Share capital 273,992 273,992 Capital surplus 253,992 253,392 <t< td=""><td>Total current assets</td><td>5,521,246</td><td>5,357,288</td></t<>	Total current assets	5,521,246	5,357,288
Intangible assets 23,352 26,433 Investments and other assets 248,207 206,521 Total non-current assets 380,905 340,384 Total assets 5,902,151 5,697,673 Liabilities 5,902,151 5,697,673 Current liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,511 Advances received 3,157 11,891 Provision for sales promotion expenses 63,168 53,544 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,265 Other 34,968 28,088 Total liabilities 1,554,797 938,216 Net assets 13,511 12,265 Sharecholders' equity 1,554,797 938,216 Sharecholders' equity 253,992 253,992 Share capital 273,992 273,992 273,992<	Non-current assets		
Investments and other assets 248,207 206,521 Total non-current assets 380,905 340,384 Total assets 5,902,151 5,697,673 Liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 118,891 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total labilities 1,554,797 938,216 Net assets 13,511 12,263 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareh	Property, plant and equipment	109,344	107,426
Total non-current assets 380,905 340,384 Total assets 5,902,151 5,697,677 Liabilities Current liabilities 224,929 197,474 Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,540 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total liabilities 1,554,797 938,218 Total liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 </td <td>Intangible assets</td> <td>23,352</td> <td>26,437</td>	Intangible assets	23,352	26,437
Total assets 5,902,151 5,697,67 Liabilities Current liabilities 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,891 Provision for sales promotion expenses 63,168 53,540 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total liabilities 1,554,797 938,218 Total liabilities 1,554,797 938,218 Net assets Share capital 273,992 273,992 Share capital 273,992 273,992 273,992 Capital surplus 253,992 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454	Investments and other assets	248,207	206,521
Liabilities Current liabilities Accounts payable - trade 224,929 Accounts payable - other 378,907 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,891 Provision for sales promotion expenses 63,168 53,540 Provision for sales promotion expenses 63,168 53,540 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets Shareholders' equity 273,992 273,992 Capital surplus 253,992 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Total non-current assets	380,905	340,384
Current liabilities Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets 253,992 273,992 273,992 Capital surplus 253,992 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total shareholders' equity 4,347,354 4,759,454	Total assets	5,902,151	5,697,673
Accounts payable - trade 224,929 197,474 Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,540 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Shareholders' equity 253,992 253,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total shareholders' equity 4,347,354 4,759,454	Liabilities		
Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,516 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,265 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,455 Total net assets 4,347,354 4,759,455	Current liabilities		
Accounts payable - other 378,907 332,333 Income taxes payable 717,834 290,104 Accrued consumption taxes 72,145 12,516 Advances received 3,157 11,899 Provision for sales promotion expenses 63,168 53,544 Provision for sales returns 13,111 12,265 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,455 Total net assets 4,347,354 4,759,455	Accounts payable - trade	224,929	197,474
Income taxs payable 717,834 290,104 Accrued consumption taxes 72,145 12,515 Advances received 3,157 11,897 Provision for sales promotion expenses 63,168 53,540 Provision for shareholder benefit program 46,574 - Provision for sales returns 13,111 12,265 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Shareholders' equity 53,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,455 Total shareholders' equity 4,347,354 4,759,455		378,907	332,335
Accrued consumption taxes 72,145 12,519 Advances received 3,157 11,89 Provision for sales promotion expenses 63,168 53,540 Provision for shareholder benefit program 46,574 - Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Total liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Shareholders' equity 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total shareholders' equity 4,347,354 4,759,454	Income taxes payable	717,834	290,104
Advances received 3,157 11,89 Provision for sales promotion expenses 63,168 53,54 Provision for shareholder benefit program 46,574 - Provision for sales returns 13,111 12,265 Other 34,968 28,088 Total current liabilities 1,554,797 938,216 Net assets 1,554,797 938,216 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454			12,519
Provision for shareholder benefit program $46,574$ Provision for sales returns $13,111$ $12,263$ Other $34,968$ $28,088$ Total current liabilities $1,554,797$ $938,216$ Total liabilities $1,554,797$ $938,216$ Net assets $1,554,797$ $938,216$ Share capital $273,992$ $273,992$ Capital surplus $253,992$ $253,992$ Retained earnings $4,254,943$ $4,667,044$ Treasury shares $(435,574)$ $(435,574)$ Total shareholders' equity $4,347,354$ $4,759,454$ Total net assets $4,347,354$ $4,759,454$	-	3,157	11,891
Provision for shareholder benefit program 46,574 Provision for sales returns 13,111 12,263 Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Total liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Provision for sales promotion expenses	63,168	53,540
Other 34,968 28,088 Total current liabilities 1,554,797 938,218 Total liabilities 1,554,797 938,218 Net assets 1,554,797 938,218 Shareholders' equity 1,554,797 938,218 Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Provision for shareholder benefit program	46,574	-
Total current liabilities1,554,797938,218Total liabilities1,554,797938,218Net assets1,554,797938,218Share holders' equity1,554,797938,218Share capital273,992273,992Capital surplus253,992253,992Retained earnings4,254,9434,667,044Treasury shares(435,574)(435,574)Total shareholders' equity4,347,3544,759,454Total net assets4,347,3544,759,454		13,111	12,263
Total liabilities1,554,797938,218Net assets1,554,797938,218Shareholders' equityShare capital273,992273,992Capital surplus253,992253,992253,992Retained earnings4,254,9434,667,044Treasury shares(435,574)(435,574)Total shareholders' equity4,347,3544,759,454Total net assets4,347,3544,759,454	Other	34,968	28,088
Net assetsShareholders' equityShare capitalCapital surplusRetained earningsTreasury shares(435,574)Total shareholders' equity4,347,3544,347,3544,347,3544,347,354	Total current liabilities	1,554,797	938,218
Shareholders' equity Share capital 273,992 273,992 Share capital 273,992 253,992 253,992 Capital surplus 253,992 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Total liabilities	1,554,797	938,218
Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Net assets		
Share capital 273,992 273,992 Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	Shareholders' equity		
Capital surplus 253,992 253,992 Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454		273,992	273,992
Retained earnings 4,254,943 4,667,044 Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	-		
Treasury shares (435,574) (435,574) Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454			4,667,044
Total shareholders' equity 4,347,354 4,759,454 Total net assets 4,347,354 4,759,454	-		
Total net assets 4,347,354 4,759,454	-	· · · · · · · · · · · · · · · · · · ·	
	Total liabilities and net assets	5,902,151	5,697,673

Non-consolidated statements of income	(cumulative)
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		(Thousands of yen)
	Six months ended	Six months ended
	August 31, 2019	August 31, 2020
Net sales	5,055,993	4,592,280
Cost of sales	1,200,631	1,130,173
Gross profit	3,855,362	3,462,106
– Reversal of provision for sales returns	14,344	13,111
Provision for sales returns	17,756	12,263
Gross profit - net	3,851,951	3,462,954
Selling, general and administrative expenses	2,461,150	2,432,591
Operating profit	1,390,800	1,030,362
Non-operating income		
Interest income	6	41
Sample income	193	117
lecture fee-NOI	29	429
Repayment income	1,325	375
Subsidy income	-	3,563
Other	100	1
Total non-operating income	1,655	4,529
Non-operating expenses		
Interest expenses	47	-
Foreign exchange losses	1,810	1,081
Other	-	(
Total non-operating expenses	1,857	1,081
Ordinary profit	1,390,598	1,033,810
Extraordinary losses		
Loss on sales of non-current assets	-	33
Loss on retirement of non-current assets	30	-
Head office relocation expenses	2,650	=
Total extraordinary losses	2,680	33
Profit before income taxes	1,387,917	1,033,776
Income taxes - current	434,933	274,268
Income taxes - deferred	5,586	41,680
Total income taxes	440,520	315,949
– Profit	947,397	717,827

Non-consolidated statements of cash flows

		(Thousands of yen)
	Six months ended	Six months ended
	August 31, 2019	August 31, 2020
Cash flows from operating activities		
Profit before income taxes	1,387,917	1,033,776
Depreciation	11,709	10,794
Increase (decrease) in allowance for doubtful accounts	915	(587)
Increase (decrease) in provision for sales promotion expenses	5,045	(9,628)
Increase (decrease) in provision for shareholder benefit	(38,051)	(46,574)
program	(50,051)	(+0,57+)
Increase (decrease) in provision for sales returns	3,411	(847)
Foreign exchange losses (gains)	2,234	1,286
Interest and dividend income	(6)	(41)
Interest expenses	47	-
Loss on sales of non-current assets	-	33
Loss on retirement of non-current assets	30	-
Head office relocation expenses	2,650	-
Decrease (increase) in trade receivables	(61,745)	87,385
Decrease (increase) in inventories	10,446	(173,365)
Decrease (increase) in other assets	(108,653)	9,544
Increase (decrease) in trade payables	(1,235)	(27,455)
Increase (decrease) in accounts payable - other	(56,383)	(43,044)
Increase (decrease) in advances received	(136)	8,734
Increase (decrease) in other liabilities	(60,362)	(81,529)
Subtotal	1,097,834	768,481
Interest and dividends received	6	41
Interest paid	(47)	-
Income taxes paid	(317,573)	(686,975)
Payments for head office removal expenses	(2,650)	-
Net cash provided by (used in) operating activities	777,569	81,547
Cash flows from investing activities		· · ·
Purchase of property, plant and equipment	(80,372)	(10,048)
Purchase of intangible assets	(2,081)	(5,879)
Payments of guarantee deposits	(20,363)	(-))
Proceeds from refund of guarantee deposits	12,104	_
Payments for asset retirement obligations	(500)	_
Net cash provided by (used in) investing activities	(91,214)	(15,928)
Cash flows from financing activities	(*-))	(,)
Repayments of long-term borrowings	(63,898)	_
Dividends paid	(277,222)	(305,319)
Net cash provided by (used in) financing activities	(341,120)	(305,319)
Effect of exchange rate change on cash and cash equivalents	(2,179)	(1,280)
Net increase (decrease) in cash and cash equivalents	343,055	(240,980)
Cash and cash equivalents at beginning of period	2,687,645	4,088,384
Cash and cash equivalents at end of period	3,030,701	3,847,403