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Summary of Financial Statements for the Second Quarter of the Fiscal Year Ending December 31, 2019 [IFRS] (Consolidated）

August 1, 2019

Company name:	OUTSOURCING Inc.	Stock exchange listing: Tokyo 1st Section	
Securities code:	2427	URL https://www.outsourcing.co.jp/en/	
Representative:	Haruhiko Doi, Chairman and CEO		
Contact:	Kazuhiko Suzuki, Executive Vice President and Executive General Manager in Charge of Business Management Division TEL +81-3-3286-4888		

Quarterly statements filing date (as planned): August 9, 2019
Scheduled date to commence dividend payments: –
Supplemental material created for quarterly results: Yes
Briefing held for quarterly results: Yes (for analysts and institutional investors)

(Figures less than one million yen are rounded)

1. Consolidated Financial Results for the Second Quarter of Fiscal Year 2019 (From January 1, 2019 to June 30, 2019)

a. Consolidated Financial Results (Cumulative)

(% indicates change from the corresponding quarter of the previous year)

	Revenue		Operating profit		Profit before tax		Profit for the period		Profit attributable to owners of the Company		Total comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2019 Q2	177,585	27.7	5,703	18.6	3,532	(6.7)	1,982	(17.1)	1,511	(25.5)	458	4.5
FY2018 Q2	139,099	31.5	4,807	38.4	3,786	23.1	2,.390	37.4	2,027	45.9	439	(81.6)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY2019 Q2	12.03	12.01
FY2018 Q2	19.87	19.76

(Notes) 1. As the provisional accounting of the business combinations in FY2018 Q2 was finalized, the condensed consolidated financial statements for FY2018 Q2 were retrospectively adjusted.
2. The figures for the “Basic earnings per share” and “Diluted earnings per share” for FY2019 Q2 are calculated using the increased number of shares resulting from new shares issued through offering on October 3, 2018 and third-party allotment on October 26, 2018.

b. Consolidated Financial Positions

	Total assets	Total equity	Equity attributable to owners of the Company	Ratio of equity attributable to owners of the Company to total assets	Equity attributable to owners of the Company per share
	Million yen	Million yen	Million yen	%	Yen
FY2019 Q2	226,060	56,746	52,456	23.2	417.69
FY2018	185,372	60,302	55,202	29.8	439.75

(Notes) As the provisional accounting of the business combinations in FY2018 Q2 was finalized, the condensed consolidated financial statements for FY2018 were retrospectively adjusted.

2. Dividends

	Annual cash dividends per share				
	Q1	Q2	Q3	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2018	–	0.00	–	21.00	21.00
FY2019	–	0.00			
FY2019 (Forecast)			–	24.00	24.00

(Notes) Correction of dividend forecast from the most recent dividend forecast: No

3. Forecast of Consolidated Financial Results for Fiscal Year 2019 (From January 1, 2019 to December 31, 2019)

(% indicates change from the corresponding period of the previous fiscal year)

	Revenue		Operating profit		Profit before tax		Profit for the year		Profit attributable to owners of the Company		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	385,000	23.7	19,000	29.5	17,500	38.5	11,400	36.3	10,000	32.8	79.66

(Notes) Correction of financial forecast from the most recent financial forecast: No

(Notes)
(1) Significant changes in subsidiaries during this period (changes in specified subsidiaries that cause changes in the scope of consolidation): No

(2) Changes in accounting policies and accounting estimates
(a) Changes in accounting policies required by IFRS: Yes
(b) Changes in accounting policies other than IFRS requirements: No
(c) Changes in accounting estimates: No

(3) Number of shares issued and outstanding (common stock)

(a) Number of shares issued and outstanding at the end of period (including treasury stock)	FY2019 Q2	125,584,700	FY2018	125,530,700
(b) Number of treasury stock at the end of period	FY2019 Q2	490	FY2018	490
(c) Average number of shares issued and outstanding (cumulative up through the period)	FY2019 Q2	125,566,972	FY2018 Q2	101,995,353

(Notes)
* This summary of quarterly financial statements is not subject to quarterly review by certified public accountants or an auditing firm.
* Statement regarding the proper use of financial forecasts and other special remarks:
(Caution concerning forward-looking statements)
The forward-looking statements including financial forecasts in this summary are based on the information currently available to the Company and on certain assumptions judged by the Company as being reasonable, and are not for the Company to promise their achievement. Moreover, various factors may cause the actual results to differ significantly from the forecasts.