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## Consolidated Financial Results for the Six Months Ended September 30, 2021 [Japanese GAAP]

October 29, 2021

Company name: eGuarantee, Inc.

Stock exchange listing: Tokyo

Code number: 8771

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

Representative: Masanori Eto

President and Chief Executive Officer

Contact: Nozomu Murai

Director, General Manager of Corporate Administration Dept.

Phone: 03-6327-3609

Scheduled date of filing quarterly securities report: November 12, 2021

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes

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

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2021 (April 01, 2021 to September 30, 2021)

#### (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	%
Six months ended September 30, 2021	3,847	11.5	1,805	20.1	1,809	19.7	1,179	21.5
September 30, 2020	3,451	18.7	1,503	16.3	1,511	15.8	970	(16.8)

(Note) Comprehensive income: Six months ended September 30, 2021: ¥ 1,274 million [ 27.9%]  
Six months ended September 30, 2020: ¥ 996 million [ (16.2)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2021	25.45	24.61
September 30, 2020	22.37	20.77

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2021	22,997	18,060	72.7	358.72
March 31, 2021	22,570	17,186	70.3	347.19

(Reference) Equity: As of September 30, 2021: ¥ 16,718 million  
As of March 31, 2021: ¥ 15,876 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	-	0.00	-	22.00	22.00
Fiscal year ending March 31, 2022	-	0.00			
Fiscal year ending March 31, 2022 (Forecast)			-	22.00	22.00

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

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending March 31, 2022 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022(April 01, 2021 to March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	8,500	18.1	3,720	20.4	3,750	20.6	2,400	19.8	52.48

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

\* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2021

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:	)
Exclusion:	-	(Company name:	)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

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 shares):

September 30, 2021: 46,607,400 shares

March 31, 2021: 45,729,800 shares

2) Total number of treasury shares at the end of the period:

September 30, 2021: 1,414 shares

March 31, 2021: 1,414 shares

3) Average number of shares during the period:

Six months ended September 30, 2021: 46,352,790 shares

Six months ended September 30, 2020: 43,390,567 shares

(5) Guarantee liabilities for guarantee services against sales credit

Guarantee liabilities for guarantee services against sales credit 523.7 billion yen

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2021	As of September 30,2021
<b>Assets</b>		
Current assets		
Cash and deposits	16,056,248	15,968,718
Accounts receivable - trade	65,437	64,549
Securities	-	1,200,000
Prepaid expenses	793,539	1,340,075
Accounts receivable - other	63,981	21,698
Other	106,609	123,082
<b>Total current assets</b>	<b>17,085,816</b>	<b>18,718,124</b>
Non-current assets		
Property, plant and equipment	1,385,945	1,378,860
Intangible assets	111,178	116,598
Investments and other assets		
Investment securities	3,426,737	2,226,737
Deferred tax assets	233,829	233,829
Other	326,964	323,105
<b>Total investments and other assets</b>	<b>3,987,531</b>	<b>2,783,672</b>
<b>Total non-current assets</b>	<b>5,484,655</b>	<b>4,279,130</b>
<b>Total assets</b>	<b>22,570,471</b>	<b>22,997,255</b>
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	9,932	12,583
Income taxes payable	934,750	568,349
Advances received	3,664,750	3,567,769
Provision for settlement	342,711	378,051
Provision for bonuses	150,000	126,378
Deposits received	31,943	33,012
Other	135,021	135,446
<b>Total current liabilities</b>	<b>5,269,109</b>	<b>4,821,591</b>
Non-current liabilities		
Long-term accounts payable - other	115,282	115,282
<b>Total non-current liabilities</b>	<b>115,282</b>	<b>115,282</b>
<b>Total liabilities</b>	<b>5,384,392</b>	<b>4,936,874</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,097,652	3,431,781
Capital surplus	2,507,652	2,841,781
Retained earnings	10,272,144	10,445,854
Treasury shares	(824)	(824)
<b>Total shareholders' equity</b>	<b>15,876,626</b>	<b>16,718,594</b>
Share acquisition rights	147,996	142,625
Non-controlling interests	1,161,456	1,199,161
<b>Total net assets</b>	<b>17,186,079</b>	<b>18,060,381</b>
<b>Total liabilities and net assets</b>	<b>22,570,471</b>	<b>22,997,255</b>

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the six months)

(Thousand yen)

	For the six months ended September 30,2020	For the six months ended September 30,2021
Net sales	3,451,715	3,847,599
Cost of sales	831,304	864,629
Gross profit	2,620,410	2,982,969
Selling, general and administrative expenses	1,117,066	1,177,843
Operating profit	1,503,344	1,805,125
Non-operating income		
Interest income	9,921	5,885
Other	2,466	1,249
Total non-operating income	12,388	7,134
Non-operating expenses		
Share of loss of entities accounted for using equity method	3,768	3,086
Other	-	31
Total non-operating expenses	3,768	3,118
Ordinary profit	1,511,964	1,809,142
Extraordinary losses		
Loss on valuation of investment securities	49,999	-
Total extraordinary losses	49,999	-
Profit before income taxes	1,461,964	1,809,142
Income taxes	465,537	534,426
Profit	996,427	1,274,716
Profit attributable to non-controlling interests	25,793	94,982
Profit attributable to owners of parent	970,634	1,179,734

Quarterly Consolidated Statements of Comprehensive Income (For the six months)

(Thousand yen)

	For the six months ended September 30,2020	For the six months ended September 30,2021
Profit	996,427	1,274,716
Comprehensive income	996,427	1,274,716
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	970,634	1,179,734
Comprehensive income attributable to non-controlling interests	25,793	94,982