

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended December 31, 2021 (Based on Japanese GAAP)

February 4, 2022

Company name: LINKBAL INC
 Stock exchange listing: Tokyo
 Stock code: 6046 URL <https://linkbal.co.jp>
 Representative: CEO & President Yoshihiro Kazumasa
 Inquiries: Director & General Manager Jun Narusawa TEL 050(1741)2300
 Scheduled date to file Quarterly Securities Report: February 4, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended December 31, 2021 (from October 1, 2021 to December 31, 2021)

(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	%
Three months ended December 31, 2021	191	(19.3)	(76)	–	(74)	–	(74)	–
Three months ended December 31, 2020	237	(60.7)	(31)	–	(31)	–	(38)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2021	(4.01)		–	
Three months ended December 31, 2020	(2.04)		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	1,916	1,617	84.4
As of September 30, 2021	1,942	1,692	87.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2021	–	0.00	–	0.00	0.00
Year ending September 30, 2022	–				
Year ending September 30, 2022 (Forecast)		0.00	–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending September 30, 2022 (from October 1, 2021 to September 30, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending March 31, 2022	–	–	–	–	–	–	–	–	–
Full year	1,287	93.9	1	–	1	–	0	–	0.05

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:	Yes
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 December 31, 2021	19,500,000 shares	As of September 30, 2021	19,500,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2021	853,104 shares	As of September 30, 2021	853,104 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2021	18,646,896 shares	Three months ended December 31, 2020	18,646,896 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of September 30, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and deposits	1,830,273	1,753,847
Accounts receivable - trade	8,333	11,027
Accounts receivable - other	23,196	67,328
Income taxes receivable	1,143	1,298
Other	13,921	18,675
Total current assets	1,876,868	1,852,177
Non-current assets		
Property, plant and equipment	12,939	12,461
Intangible assets	13,887	12,344
Investments and other assets		
Distressed receivables	1,003	1,003
Other	39,045	39,492
Allowance for doubtful accounts	(1,003)	(1,003)
Total investments and other assets	39,045	39,492
Total non-current assets	65,872	64,299
Total assets	1,942,740	1,916,477
Liabilities		
Current liabilities		
Accounts payable - trade	424	796
Current portion of long-term borrowings	831	1,385
Accounts payable - other	27,731	87,532
Income taxes payable	–	965
Accrued consumption taxes	4,115	6,488
Advances received	5,348	6,598
Deposits received	11,014	18,478
Provision for bonuses	17,521	8,359
Other	43,510	26,583
Total current liabilities	110,497	157,188
Non-current liabilities		
Long-term borrowings	119,169	118,615
Asset retirement obligations	4,511	4,514
Long-term guarantee deposits	15,900	18,300
Total non-current liabilities	139,580	141,429
Total liabilities	250,077	298,618
Net assets		
Shareholders' equity		
Share capital	281,000	281,000
Capital surplus	276,000	276,000
Retained earnings	1,529,517	1,454,714
Treasury shares	(393,916)	(393,916)
Total shareholders' equity	1,692,601	1,617,798
Share acquisition rights	61	61
Total net assets	1,692,662	1,617,859
Total liabilities and net assets	1,942,740	1,916,477

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended December 31, 2020	Three months ended December 31, 2021
Net sales	237,416	191,532
Cost of sales	12,131	7,456
Gross profit	225,285	184,075
Selling, general and administrative expenses	256,906	260,194
Operating loss	(31,621)	(76,118)
Non-operating income		
Interest income	41	18
compensation received	–	1,363
Subsidy income	375	–
Other	25	2
Total non-operating income	442	1,384
Non-operating expenses		
Interest expenses	–	6
Total non-operating expenses	–	6
Ordinary loss	(31,178)	(74,740)
Extraordinary losses		
Loss on cancellation of rental contracts	9,432	–
Total extraordinary losses	9,432	–
Loss before income taxes	(40,611)	(74,740)
Income taxes - current	0	133
Income taxes - deferred	(2,608)	(70)
Total income taxes	(2,607)	62
Loss	(38,004)	(74,803)