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February 14, 2022

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Under Japanese GAAP)

Company name: internet infinity INC.
 Listing: Tokyo Stock Exchange
 Securities code: 6545
 URL: https://iif.jp
 Representative: Keiichi Beck, Representative director
 Inquiries: Kenji Hoshino, Managing director
 Telephone: +81-03-6779-4777
 Scheduled date to file quarterly securities report: February 14, 2022
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2021	3,156	—	128	—	247	—	159	—
December 31, 2020	—	—	—	—	—	—	—	—

Note: Comprehensive income For the nine months ended December 31, 2021: ¥ 159 million [—%]
 For the nine months ended December 31, 2020: ¥ — million [—%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2021	29.62	28.79
December 31, 2020	—	—

Note: As the Company started preparing quarterly consolidated financial statements from the three months ended June 30, 2021, figures for the quarterly consolidated financial statements from the nine months ended December 31, 2020 and year-on-year changes are not presented.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2021	2,639	1,218	46.2
March 31, 2021	—	—	—

Reference: Equity As of December 31, 2021 : ¥1,218 million As of March 31, 2021: ¥ — million

Note: As the Company started preparing quarterly consolidated financial statements from the three months ended June 30, 2021, figures for the fiscal year ended March 31, 2021 are not provided.

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31,2021	—	0.00	—	0.00	0.00
Fiscal year ending March 31,2022	—	0.00	—		
Fiscal year ending March31,2022 (Forecast)				0.00	0.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to Owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Full year	4,135	—	189	—	283	—	184	—	34.28

Note: 1. Revisions to the forecast most recently announced: None

2. As the Company started preparing quarterly consolidated financial statements from the three months ended June 30,2021, year-on-year changes are not presented.

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: — companies

Excluded: — companies

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31,2021	5,427,771 shares
As of March 31,2021	5,427,771 shares

(ii) Number of treasury shares at the end of the period

As of December 31,2021	50,763 shares
As of March 31,2021	74,306 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31,2021	5,368,742 shares
Nine months ended December 31,2020	5,343,202 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Forward-looking statements such as the earnings forecasts included here are based on currently available information and on certain assumptions we believe to be reasonable, and we make no assurance that they will be met. Actual performance and other results may differ significantly due to a variety of factors.

4. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheet

(Unit: thousand yen)

As of December 31,2021

Assets

Current assets

Cash and deposits	869,533
Notes and accounts receivable - trade	760,518
Supplies	14,195
Income taxes receivable	11,990
Other	95,547
Allowance for doubtful accounts	(4,691)
Total current assets	<u>1,747,096</u>

Non-current assets

Property, plant and equipment

Buildings, net	333,238
Other, net	43,770
Total property, plant and equipment	<u>377,009</u>

Intangible assets

Goodwill	206,123
Other	22,263
Total intangible assets	<u>228,386</u>

Investments and other assets

Guarantee deposits	182,450
Deferred tax assets	66,227
Other	39,546
Allowance for doubtful accounts	(1,663)
Total investments and other assets	<u>286,561</u>

Total non-current assets

Total non-current assets	<u>891,957</u>
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Total assets	<u>2,639,054</u>
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(Unit: thousand yen)

As of December 31,2021

Liabilities	
Current liabilities	
Accounts payable - trade	77,677
Short-term borrowings	50,000
Current portion of long-term borrowings	118,530
Income taxes payable	3,275
Deposits received	440,802
Provision for bonuses	25,473
Other	208,010
Total current liabilities	923,770
Non-current liabilities	
Long-term borrowings	377,438
Asset retirement obligations	49,568
Other	70,195
Total non-current liabilities	497,202
Total liabilities	1,420,973
Net assets	
Shareholders' equity	
Capital	252,302
Capital surplus	237,302
Retained earnings	771,091
Treasury shares	(42,615)
Total shareholders' equity	1,218,081
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	—
Total accumulated other comprehensive income	—
Total net assets	1,218,081
Total liabilities and net assets	2,639,054

(2) Quarterly consolidated statement of income and comprehensive income
(Quarterly consolidated statement of income)

(Unit: thousand yen)

	Nine months ended December 31,2021
Net sales	3,156,797
Cost of sales	2,033,867
Gross profit	1,122,929
Selling, general and administrative expenses	994,403
Operating income	128,525
Non-operating income	
Gain on sale of businesses	27,423
Subsidy income	98,109
Other	5,245
Total non-operating income	130,777
Non-operating expenses	
Interest expenses	10,855
Other	574
Total non-operating expenses	11,429
Ordinary profit	247,873
Profit before income taxes	247,873
Income taxes – current	40,344
Income taxes – deferred	48,527
Total income taxes	88,871
Profit	159,001
Profit attributable to owners of parent	159,001

(Quarterly consolidated statement of comprehensive income)

(Unit: thousand yen)

	Nine months ended December 31,2021
Profit	159,001
Other comprehensive income	
Valuation difference on available-for-sale securities	—
Total other comprehensive income	—
Comprehensive income	159,001
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	159,001