

## Summary of Consolidated Financial Results for the Nine months Ended January 31, 2022 (Based on Japanese GAAP)



March 11, 2022

Company Name: gumi Inc. Stock exchange listing: Tokyo  
 Stock code: 3903 URL: https://gu3.co.jp/  
 Representative: Title CEO Name Hiroyuki Kawamoto  
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 Scheduled date to file Quarterly Securities Report March 11, 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. Consolidated financial results for the Nine months ended January 31, 2022 (from May, 2021 to January 31, 2022)

(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 January 31, 2022	14,128	△4.8	△1,921	—	△3,178	—	△5,129	—
Nine months ended January 31, 2021	14,845	1.9	1,854	42.9	2,837	133.0	1,598	272.5

Note. Comprehensive income: 3rd quarter of FYE April 30, 2022: △5,104 millions of yen (—%) 3rd quarter of FYE April 30, 2021: 1,600 millions of yen (719.1%)

	Earnings per share	Diluted earnings per share
	Yen	Yen
As of January 31, 2022	△174.77	—
As of January 31, 2021	52.90	52.26

Notes: 1. Due to net loss, the diluted earnings per share in 3rd quarter of FYE April 30, 2022 is not listed above.

2. Since "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29), etc. have been applied from the three months ended July 31, 2021, the above amounts of consolidated financial results reflect the application of the accounting standard, etc.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of January 31, 2022	19,958	10,888	50.0
As of April 30, 2021	25,012	17,190	64.7

(Reference) Equity capital: 3rd quarter of FYE April 30, 2022 9,975 millions of yen FYE April 30, 2021 16,189 millions of yen

Note. Since "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29), etc. have been applied from the three months ended July 31, 2021, the above amounts of consolidated financial results reflect the application of the accounting standard, etc.

2. Cash dividends

	Annual dividends per share				
	1 <sup>st</sup> quarter-end	2 <sup>nd</sup> quarter-end	3 <sup>rd</sup> quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FYE April 30, 2021	—	0.00	—	5.00	5.00
FYE April 30, 2022	—	0.00	—	—	—
FYE April 30, 2022 (Forecast)	—	—	—	—	—

Notes: 1. The amendments of latest published dividends forecast : No

2. It is undetermined for the dividends in FYE April 30, 2022

3. Forecast of consolidated financial results FYE April 30, 2022 (May 1, 2021 to April 30, 2022)

Due to volatility of our business environmental changes, it is difficult to calculate and predict our accurate financial results. Therefore, we do not publish forecast of our business.

※ Notes

(1) Changes in significant subsidiaries during the Nine months ended January 31, 2022 : No  
(changes in specified subsidiaries with the change in the scope of consolidation)

(2) Applications of special accounting methods for preparing quarterly consolidated financial reports. : No

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

- 1) Changes in accounting policies due to the revision of accounting standards : Applicable
- 2) Changes in accounting policies other than 1) : Not applicable
- 3) Changes in accounting estimates : Not applicable
- 4) Restatements : Not applicable

(4) Total number of issued shares (Common stock)

1) Total number of issued shares at the end of the period (including treasury shares)	As of January 31, 2022	31,268,400 shares	As of April 30, 2021	31,231,900 shares
2) Total number of treasury shares at the end of the period	As of January 31, 2022	2,101,039 shares	As of April 30, 2021	980,039 shares
3) Average number of shares during the period (cumulative)	As of January 31, 2022	29,351,600 shares	As of January 31, 2021	30,220,748 shares

\* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants and audit firms.

\* Explanation for the appropriate use of performance forecast and other special notes:  
(Cautionary note on forward-looking statements)

The statements regarding forecast of financial results in this report are based on the information that is available to the Company, as well as certain assumptions that are deemed to be reasonable by management, and they are not meant to be a commitment by the Company. Therefore, there might be cases in which actual results differ materially from forecast values due to various factors.

**Quarterly consolidated financial statements**

Consolidated balance sheets

(Thousands of yen)

	As of April 30, 2021	As of January 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	8,492,510	7,148,909
Accounts receivable - trade	1,812,179	2,270,910
Other current asset	3,280,230	2,529,117
Total current assets	<u>13,584,920</u>	<u>11,948,937</u>
Non-current assets		
Property, plant and equipment	135,386	134,293
Intangible assets		
Software	493,142	441,144
Software in progress	3,405,522	2,163,906
Other intangible assets	73,855	37,252
Total intangible assets	<u>3,972,519</u>	<u>2,642,303</u>
Investment and other assets		
Investment securities	1,823,758	1,782,612
Investments in other securities of subsidiaries and associates	3,671,840	2,185,260
Other investments	1,823,870	1,265,219
Total investment and other assets	<u>7,319,469</u>	<u>5,233,092</u>
Total non-current assets	<u>11,427,375</u>	<u>8,009,690</u>
Total assets	<u>25,012,295</u>	<u>19,958,627</u>

(Thousands of yen)

	As of April 30, 2021	As of January 31, 2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	542,982	488,469
Current portion of long-term borrowings	1,999,734	2,632,540
Income taxes payable	763,577	68,110
Provision for bonuses	100,239	76,380
Other current liabilities	1,169,477	1,826,997
Total current liabilities	<u>4,576,010</u>	<u>5,092,497</u>
Non-current liabilities		
Long-term borrowings	2,500,404	3,776,261
Asset retirement obligation	114,145	115,553
Other non-current liabilities	631,297	85,695
Total non-current liabilities	<u>3,245,846</u>	<u>3,977,510</u>
Total liabilities	<u>7,821,857</u>	<u>9,070,007</u>
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,399,470	9,416,668
Capital surplus	3,407,249	3,424,447
Retained earnings	4,336,840	-1,074,191
Treasury shares	-1,058,438	-2,058,370
Total shareholders' equity	<u>16,085,121</u>	<u>9,708,553</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	74,790	52,152
Foreign currency translation adjustment	29,978	214,918
Total accumulated other comprehensive income	<u>104,769</u>	<u>267,071</u>
Share acquisition rights	316,551	365,625
Non-controlling interests	683,995	547,370
Total net assets	<u>17,190,437</u>	<u>10,888,620</u>
Total liabilities and net assets	<u>25,012,295</u>	<u>19,958,627</u>

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income  
(cumulative)**

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended January 31, 2021	Nine months ended January 31, 2022
Net sales	14,845,141	14,128,786
Cost of Sales	10,422,551	12,888,095
Gross profit	4,422,589	1,240,690
Selling, general and administrative expenses	2,568,112	3,162,534
Operating profit	1,854,476	<b>-1,921,843</b>
Non-operating income		
Interest and dividend income	507	506
Subsidy income	0	2,276
Gain on valuation of Crypto Assets	556,035	0
Gain on sales of Crypto Assets	190,342	22,201
Gain on sales of non-current assets	47,664	0
Interest on tax refund	3,425	0
Gain on forgiveness of consumption tax	0	28,963
Share of profit of entities accounted for using equity method	284,801	0
Gain on investments in investment partnerships	2,990	12,070
Other non-operating incomes	1,644	12,551
Total non-operating income	1,087,412	78,570
Non-operating expenses		
Interest expenses	21,965	24,816
Foreign exchange losses	79,289	98,672
Loss on valuation of Crypto Assets	0	609,493
Share of loss of entities accounted for using equity method	0	601,240
Other non-operating expenses	2,884	1,128
Total non-operating expenses	104,139	1,335,352
Ordinary profit	2,837,749	<b>-3,178,625</b>
Extraordinary income		
Gain on sales of investment securities	0	65
Gain on reversal of share acquisition rights	9,398	0
Total extraordinary income	9,398	65
Extraordinary losses		
Impairment losses	41,088	1,906,092
Loss on valuation of investment securities	470,119	8,296
Loss on valuation of shares of subsidiaries and associates	0	145,643
Business restructuring expenses	10,597	0
Officer retirement allowance	0	150,000
Total extraordinary losses	521,805	2,210,031
Profit (loss) before income taxes	2,325,342	<b>-5,388,591</b>
Income taxes - current	468,481	55,055
Income taxes - deferred	285,966	<b>-177,299</b>
Total income taxes	754,447	<b>-122,243</b>
Profit (loss)	1,570,894	<b>-5,266,347</b>
Loss attributable to non-controlling interests	<b>-27,633</b>	<b>-136,625</b>
Profit (loss) attributable to owner of parent	1,598,527	<b>-5,129,722</b>

## Consolidated statements of comprehensive income (cumulative)

	(Thousands of yen)	
	Nine months ended January 31, 2021	Nine months ended January 31, 2022
Profit (loss)	1,570,894	-5,266,347
Other comprehensive income		
Valuation difference on available-for-sale securities	6,814	-22,638
Foreign currency translation adjustment	13,885	78,457
Share of other comprehensive income of entities accounted for using equity method	8,702	106,482
Total other comprehensive income	29,402	162,302
Comprehensive income	1,600,296	-5,104,045
Comprehensive income attributable to owners of parent	1,627,930	-4,967,420
Comprehensive income attributable to non-controlling interests	-27,633	-136,625