



3Q FYE Sep-2022 Kessan Tanshin [J-GAAP] (Consolidated)

12 Aug 2022

Company name Internetworking and Broadband Consulting Co., Ltd. Listed TSE
 Code 3920 URL <https://www.ibr21.co.jp/>
 Representative (Title) CEO and President (Name) Kato, Hiroyuki
 Contact (Title) Director, Corporate Service Div. (Name) Shimane, Naoto TEL 03-5117-2780
 Scheduled submission date 12 Aug 2022 Scheduled dividend —
 of quarterly report payment date
 Supplementary materials : Japanese Only
 Explanatory meeting : Not scheduled

(Fraction less than JPY mil)

1. 3Q of FYE Sep-2022 Consolidated Financial Results (1 Oct 2021 ~ 30 Jun 2022)

(1) Consolidated statement of income (Cumulative) (YoY %)

	Sales		Operating Income		Ordinary Income		Profit (loss) attributable to owners of parent	
	JPY mil	%	JPY mil	%	JPY mil	%	JPY mil	%
3Q of FYE Sep-2022	1,074	(19.0)	(18)	—	1	(97.3)	(7)	—
3Q of FYE Sep-2021	1,326	5.4	82	—	71	—	59	—
Comprehensive income	3Q of FYE Sep-2022	65	JPY mil	(5.5%)	3Q of FYE Sep-2021	69	JPY mil	(-%)

	EPS	EPS (diluted)
3Q of FYE Sep-2022	JPY (1.28)	JPY —
3Q of FYE Sep-2021	10.70	10.60

(Note) 1. The "Accounting Standards for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. has been applied since the beginning of the first quarter of the current consolidated fiscal year.

2. The description of diluted EPS is omitted due to loss of 2Q, despite that there are dilutive shares.

(2) Consolidated balance sheet

	Total Assets	Net Assets	Capital-to-asset ratio
	JPY mil	JPY mil	%
3Q FYE Sep-2022	3,135	1,817	58.0
FYE Sep-2021	3,260	1,751	53.7

(Ref.) Net assets 3Q of FYE Sep-2022 1,817 JPY mil FYE Sep-2021 1,751 JPY mil

2. Dividend

	Dividend				
	1Q	2Q	3Q	4Q	Total
	JPY	JPY	JPY	JPY	JPY
FYE Sep-2021	—	0.00	—	0.00	0.00
FYE Sep-2022	—	0.00	—		
FYE Sep-2022 (Est.)				4.00	4.00

(Note) 1. Revisions to the forecasts of cash dividends most recently announced: No

3. Consolidated financial forecast (1 Oct 2021~30 Sep 2022)

(YoY % / QoQ %)

	Sales		Operating Income		Ordinary Income		Profit (loss) attributable to owners of parent		EPS
	JPY mil	%	JPY mil	%	JPY mil	%	JPY mil	%	JPY
FYE Sep-2022	1,500	(25.5)	(83)	—	(73)	—	(53)	—	(9.59)

(Note) Revisions to the consolidated earnings forecasts most recently announced: No

※ Note

(1) Transfer of material subsidiaries (subsidiaries resulting in change in scope of consolidation) : No
Include — (Name) —, Exclude — (Name) —

(2) Application of a specific accounting procedure for preparing quarterly consolidated financial statements: Calculation of tax expense
Tax expenses are calculated by estimating effective tax rate after tax effective accounting reasonably and multiplying income (losses) before income taxes by the estimated effective tax rate. However, tax expenses are calculated by legal effective tax rate in case that the application of estimating tax rate results unreasonable.

(3) Changes in Accounting policies, estimation and restatement

- ① Accounting policy changes in accordance with revision of Accounting Standard : Yes
- ② Accounting policy changes excluding ① : None
- ③ Accounting estimate changes : None
- ④ Restatement : None

(4) Number of outstanding shares (Ordinary share)

① Outstanding number of shares at FYE (Incl. treasury shares)	3Q of Sep-2022	5,723,600	Sep-2021	5,721,600
② Number of treasury shares at FYE	3Q of Sep-2022	194,159	Sep-2021	194,159
③ Average number of shares	3Q of Sep-2022	5,528,628	3Q of Sep-2021	5,525,361

※ This Tanshin is out of scope of audit by Auditors.

※ (Disclaimer)

The description regarding estimation or forecast in the future in this material is based on our information and assumptions that we have understood reasonably, we never commit, pledge or promise an achievement of the description. Actual achievement will suffer from various factors.

2. Consolidated financial statement

(1) Consolidated balance sheet

(Unit : JPY thousand)

	Previous FYE (30 Sep 2021)	3Q of FYE Sep-2022 (30 Jun 2022)
Assets		
Current assets		
Cash and deposits	1,305,110	1,445,560
Accounts receivable – trade	1,097,900	532,087
Inventories	16,379	37,196
Income taxes receivable	–	49,685
Other	66,444	47,576
Current assets	2,485,834	2,112,106
Non-current assets		
Property, plant and equipment	39,763	43,345
Intangible assets		
Goodwill	56,382	41,457
Other	33,785	30,956
Intangible assets	90,167	72,413
Investments and other assets		
Investment securities	388,398	622,193
Other	280,282	305,769
Allowance for doubtful accounts	(24,391)	(20,223)
Investments and other assets	644,289	907,739
Non-current assets	774,219	1,023,497
Assets	3,260,054	3,135,603
Liabilities		
Current liabilities		
Accounts payable – trade-	122,869	36,488
Short-term loan payable	720,000	800,000
Current portion of long-term loans payable	122,396	118,746
Income taxes payable	108,616	1,048
Other	154,780	155,811
Current liabilities	1,228,662	1,112,093
Non-current liabilities		
Long-term loans payable	276,910	188,763
Provision for loss on business of subsidiaries and associates	3,331	5,519
Other	–	11,745
Non-current liabilities	280,241	206,027
Liabilities	1,508,904	1,318,121
Net assets		
Shareholders' equity		
Capital stock	442,930	443,230
Capital surplus	420,874	421,174
Retained earnings	1,098,750	1,091,676
Treasury stock	(221,114)	(221,114)
Shareholders' equity	1,741,440	1,734,966
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,709	82,515
Accumulated other comprehensive income	9,709	82,515
Net assets	1,751,150	1,817,482
Liabilities and net assets	3,260,054	3,135,603

(2) Consolidated statement of income and comprehensive income
(Consolidated statement of income)
(3Q)

(Unit : JPY thousand)

	Previous 3Q of FYE (from 1 Oct 2020 to 30 Jun 2021)	Latest 3Q of FYE (from 1 Oct 2021 to 30 Jun 2022)
Sales	1,326,626	1,074,506
COGS	521,703	331,412
Gross profit	804,923	743,094
Selling, general and administrative expenses	722,531	761,259
Operating income (loss)	82,391	(18,165)
Non-operating income		
Commission fee	978	1,365
Subsidy	2,474	—
Insurance premiums refunded cancellation	1,727	564
Reversal of allowance for doubtful accounts	—	9,167
Share of profit of entities accounted for using equity method	—	11,791
Other	557	273
Non-operating income	5,736	23,163
Non-operating expenses		
Interest expenses	3,127	2,979
Share issuance cost	60	30
Share of loss of entities accounted for using equity method	13,062	—
Other	85	45
Non-operating expenses	16,336	3,054
Ordinary income (loss)	71,791	1,943
Extraordinary income		
Gain on reversal of subscription rights to shares	585	—
Gain on change in equity	19,074	—
Extraordinary income	19,660	—
Extraordinary losses		
Loss on valuation of share of subsidiaries and associates	8,072	—
Provision of allowance for investment loss of subsidiaries and associates	—	2,187
Provision of allowance for doubtful accounts for subsidiaries and associates	—	5,000
Extraordinary losses	8,072	7,187
Income (loss) before income taxes	83,379	(5,243)
Income taxes	24,273	1,830
Income (loss)	59,106	(7,074)
Income (loss) attributable to owners of parent	59,106	(7,074)

(Statement of consolidated comprehensive income)
(3Q)

(Unit : JPY thousand)

	Previous 3Q of FYE (from 1 Oct 2020 to 30 Jun 2021)	Latest 3Q of FYE (from 1 Oct 2021 to 30 Jun 2022)
Net income (loss)	59,106	(7,074)
Other comprehensive income		
Valuation difference on available-for-sale securities	10,481	72,806
Other comprehensive income	10,481	72,806
Comprehensive income	69,588	65,732
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	69,588	65,732
Comprehensive income attributable to non-controlling interests	—	—