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Quarterly Securities Report

(14th business term of the third quarter)

COLOPL, Inc.

(E27062)

Quarterly Securities Report

This document is an output and printout of the quarterly report submitted using the Electronic Data Processing System for Disclosure (EDINET) stipulated in Article 27-30-2 of the Financial Instruments and Exchange Act, with a table of contents and pages.

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| Company name in English: | COLOPL, Inc. |
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| Place for public inspection: | Tokyo Stock Exchange, Inc. (2-1 Nihonbashikabutocho, Chuo-ku, Tokyo) |

Part 1. Corporate Information

I. Company Overview

1. Trends in Major Management Indicators, Etc.

| Fiscal term | | 13th term Third Quarter Consolidated Cumulative period | 14th term Third Quarter Consolidated Cumulative period | 13th period |
|---|-------------|--|--|---------------------------------------|
| Accounting period | | October 1, 2020 to June 30, 2021 | October 1, 2021 to June 30, 2022 | October 1, 2020 to September 30, 2021 |
| Net sales | (¥ million) | 27,420 | 23,079 | 37,125 |
| Ordinary profit | (¥ million) | 6,834 | 4,061 | 7,843 |
| Profit attributable to owners of parent | (¥ million) | 2,553 | 2,774 | 3,047 |
| Comprehensive income | (¥ million) | 2,547 | 3,173 | 3,148 |
| Net assets | (¥ million) | 75,151 | 76,566 | 75,751 |
| Total assets | (¥ million) | 83,798 | 82,322 | 80,814 |
| Basic earnings per share | (¥) | 19.96 | 21.65 | 23.82 |
| Diluted earnings per share | (¥) | 19.91 | 21.63 | 23.77 |
| Equity ratio | (%) | 89.7 | 93.0 | 93.7 |

| Fiscal term | | 13th term Third Quarter Consolidated period | 14th term Third Quarter Consolidated period |
|-----------------------------|-----|---|---|
| Accounting period | | April 1, 2021 to June 30, 2021 | April 1, 2022 to June 30, 2022 |
| Net income (loss) per share | (¥) | (11.38) | 7.57 |

(Notes) 1. Since the Company prepares quarterly consolidated financial statements, changes in major management indices of the submitting company are not shown.

2. The Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. from the beginning of the first quarter of the current consolidated fiscal year, and the key management indicators, etc. for the third quarter of the current consolidated fiscal year are those after the application of the said accounting standard, etc. For details, please refer to "IV. Financial Information 1. Quarterly Consolidated Financial Statements Notes (Change in accounting policy) (Application of accounting standard for revenue recognition)".

2. Business Summary

During the third quarter of the current fiscal year, there have been no significant changes in the businesses operated by the Group (the Company and its affiliated companies). In addition, changes in major subsidiaries and affiliates are as follows.

Investment Development Business

In the third quarter of the current consolidated fiscal year, COLOPL NEXT No. 8 Fund Investment Partnership was formed and included in the scope of consolidation.

II. Business Overview

1. Business Risks

During the third quarter of the current fiscal year, there were no occurrences of matters related to the status of business and accounting described in this quarterly report that may have a significant impact on investor decisions, or significant changes to the “Business Risks” described in the securities report for the previous fiscal year.

2. Management’s Analysis of Financial Position, Operating Results and Cash Flows

The forward-looking statements in this document are based on judgments made as of the end of the current quarter.

(1) Financial condition and operating results

1) Operating results

With the Group’s mission, “‘Entertainment in Real Life’: Making everyday more enjoyable and wonderful through entertainment”, the Group has been working to enrich people’s everyday lives through entertainment. In the nine months ended June 30, 2022, the Entertainment Business has been keeping in mind the need to enhance engagement with users in conjunction with existing games, while also focusing on releasing new games. The Investment and Development Business has been investing mainly in IT-related and entertainment companies in Japan and overseas.

As a result, consolidated results for the nine months ended June 30, 2022 were net sales of ¥23,079 million (down 15.8% from the same period of the prior fiscal year), operating profit of ¥2,948 million (down 43.9% from the same period of the prior fiscal year), ordinary profit of ¥4,061 million (down 40.6% from the same period of the prior fiscal year), and profit attributable to owners of parent of ¥2,774 million (up 8.7% from the same period of the prior fiscal year).

In addition, the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and other related standards have been applied from the beginning of the first quarter of the current fiscal year. For details, please refer to “IV. Financial Information 1. Quarterly Consolidated Financial Statements Notes (Change in accounting policy) (Application of accounting standard for revenue recognition)” .

Operating results by segment are as follows.

The classification of reporting segments was changed from the second quarter of the previous fiscal year, and the analysis for the third quarter of the current fiscal year is based on the classification after the change.

a. Entertainment Business

The Entertainment Business is responsible primarily for the development and operation of games for smartphones.

In the smartphone games, which accounts for a large portion of sales during the period under review, “DRAGON QUEST WALK” (planning and production: SQUARE ENIX CO., LTD., Development: COLOPL, Inc.), a third-party IP title, contributed to the Group's consolidated results thanks to the “DRAGON QUEST VIII Event” held to celebrate the 36th anniversary of “DRAGON QUEST” and other events. In addition, service operations to increase user engagement were conducted through collaboration events with the TV animation “Sword Art Online” for “Shironeko Project”, an in-house IP title, and with the PC game “DEAD OR ALIVE Xtreme Venus Vacation” for “Alice Gear Aegis”, also an in-house IP title.

As a result, consolidated net sales and operating profit for the nine months ended June 30, 2022 stood at ¥22,748 million and ¥2,869 million, respectively.

b. Investment Development Business

The Group conducts the Investment and Development Business with a focus on investments in IT-related and entertainment companies in particular.

Consolidated net sales and operating profit for the nine months ended June 30, 2022 stood at ¥331 million and ¥76 million, respectively.

2) Consolidated financial position

(Assets)

Current assets as of June 30, 2022 were ¥75,337 million (up ¥907 million from September 30, 2021). This was mainly due to an increase in cash and deposits and operational investment securities, while other current assets decreased.

Non-current assets were ¥6,985 million (up ¥600 million from September 30, 2021). This was mainly due to an increase in property, plant and equipment, which was partially offset by a decrease in investments and other assets.

As a result, total assets were ¥82,322 million (up ¥1,508 million from September 30, 2021).

(Liabilities)

Current liabilities as of June 30, 2022 were ¥5,006 million (up ¥84 million from September 30, 2021). This was mainly due to an increase in income taxes payable.

In addition, non-current liabilities were ¥750 million (up ¥609 million from September 30, 2021). This was mainly due to an increase in asset retirement obligations.

As a result, total liabilities were ¥5,756 million (up ¥693 million from September 30, 2021).

(Net assets)

Net assets as of June 30, 2022 were ¥76,566 million (up ¥815 million from September 30, 2021). This was mainly due to an increase in retained earnings resulting from the recording of profit attributable to owners of parent as well as an increase in Valuation difference on available-for-sale securities.

(2) Priority business and financial issues to be addressed

During the third quarter of the current fiscal year, there were no significant changes in the business and financial issues that the Group needs to address on a priority basis.

(3) Research and Development

The total amount of research and development expenses for the third quarter of the current consolidated fiscal year was ¥1,605 million.

There were no significant changes in the status of the Group's research and development activities during the third quarter of the current consolidated fiscal year.

3. Important Contracts Etc. Related to Management

During the third quarter of the current consolidated fiscal year, there were no decisions or conclusions of important management contracts.

III. Information on the Reporting Company

1. Stock Information

(1) Total Number of Shares, Etc.

1) Total number of shares

| Type | Number of authorized shares |
|---------------|-----------------------------|
| Common shares | 450,000,000 |
| Total | 450,000,000 |

2) Number of Shares Issued

| Type | Number of shares issued at the end of the third quarter (shares) (June 30, 2022) | Number of shares issued as of the filing date (shares) (August 5, 2022) | Stock exchange where the Company is listed | Details |
|---------------|--|---|--|--|
| Common shares | 129,984,023 | 129,984,023 | Tokyo Stock Exchange Prime Market | The number of shares per one unit of shares is 100 shares. |
| Total | 129,984,023 | 129,984,023 | — | — |

(Note) The Company was listed on the Tokyo Stock Exchange First Section, but due to the revision of the market classification of the Tokyo Stock Exchange as of April 4, 2022, the name of the financial instruments exchange on which the Company was listed after that date is the Tokyo Stock Exchange Prime Market.

(2) Information on the Share Acquisition Rights, Etc.

1) Stock options

Not applicable.

2) Other share acquisition plans, etc.

Not applicable.

(3) Moving Strike Convertible Bonds, Etc.

Not applicable.

(4) Changes in Number of Shares Issued and Capital, Etc.

| Date | Changes in number of shares issued (shares) | Balance of number of shares issued (shares) | Change in capital (¥ million) | Balance of capital (¥ million) | Change in legal capital surplus (¥ million) | Balance of legal capital surplus (¥ million) |
|-------------------------------|---|---|-------------------------------|--------------------------------|---|--|
| April 1, 2022 - June 30, 2022 | - | 129,984,023 | - | 6,587 | - | 6,584 |

(5) Status of Major Shareholders

As the current quarterly accounting period is the third quarter of the current fiscal year, there is nothing to report.

(6) Information on Voting Rights

The “Status of Voting Rights” as of the end of the third quarter of the current fiscal year is based on the shareholders' register as of the immediately preceding record date (March 31, 2022), as the information in the shareholders' register cannot be confirmed and cannot be stated.

1) Number of Shares Issued

As of March 31, 2022

| Classification | Number of shares (shares) | Number of voting rights | Details |
|---|---|-------------------------|--|
| Non-voting shares | – | – | – |
| Shares with restricted voting right (treasury shares, etc.) | – | – | – |
| Shares with restricted voting right (others) | – | – | – |
| Shares with full voting right (treasury shares, etc.) | (Treasury stock) Common shares 1,778,500 | – | The number of shares per one unit of shares is 100 shares. |
| Shares with full voting right (others) | Common shares 128,146,700 | 1,281,467 | Ditto |
| Shares less than one unit | Common shares 58,823 | – | – |
| Number of shares outstanding | 129,984,023 | – | – |
| Total number of voting rights | – | 1,281,467 | – |

(Note) The column showing the shares of less than one unit contains 44 treasury stock owned by the Company.

2) Treasury Shares, Etc.

As of March 31, 2022

| Name of shareholder | Address of shareholder | Number of shares held under the shareholder's name (shares) | Number of shares held under other shareholders' names (shares) | Total number of shares held (shares) | Ratio of number of shares held to number of outstanding shares (%) |
|----------------------------------|---------------------------------|---|--|--------------------------------------|--|
| (Treasury stock) COLOPL, Inc. | 9-7-2 Akasaka, Minato-ku, Tokyo | 1,778,500 | – | 1,778,500 | 1.37 |
| Total | – | 1,778,500 | – | 1,778,500 | 1.37 |

(Note) The treasury stock above does not include 44 shares of less than one unit.

2. Officers

Not applicable.

IV. Financial Information

Method of Preparation of Quarterly Consolidated Financial Statements

The Company's quarterly consolidated financial statements are prepared in accordance with the "Regulations Concerning Terminology, Forms and Preparation Methods of Quarterly Consolidated Financial Statements" (Cabinet Office Ordinance No. 64, 2007).

1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million Yen)

| | As of September 30, 2021 | As of June 30, 2022 |
|---|--------------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 58,871 | 59,857 |
| Accounts receivable - trade | 4,348 | — |
| Accounts receivable - trade, and contract assets | — | 3,613 |
| Operational investment securities | 7,591 | 9,604 |
| Inventories | 732 | 722 |
| Other | 2,920 | 1,568 |
| Allowance for doubtful accounts | (34) | (29) |
| Total current assets | 74,430 | 75,337 |
| Non-current assets | | |
| Property, plant and equipment | 484 | 1,835 |
| Intangible assets | 29 | 23 |
| Investments and other assets | *5,870 | *5,125 |
| Total non-current assets | 6,384 | 6,985 |
| Total assets | 80,814 | 82,322 |
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - other | 2,412 | 1,564 |
| Income taxes payable | 292 | 972 |
| Other | 2,217 | 2,469 |
| Total current liabilities | 4,922 | 5,006 |
| Non-current liabilities | | |
| Asset retirement obligations | 123 | 726 |
| Other | 17 | 23 |
| Total non-current liabilities | 141 | 750 |
| Total liabilities | 5,063 | 5,756 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 6,556 | 6,587 |
| Capital surplus | 6,296 | 6,328 |
| Retained earnings | 67,037 | 67,388 |
| Treasury shares | (4,645) | (4,645) |
| Total shareholders' equity | 75,245 | 75,659 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 461 | 754 |
| Foreign currency translation adjustment | 43 | 149 |
| Total accumulated other comprehensive income | 504 | 904 |
| Non-controlling interests | 1 | 3 |
| Total net assets | 75,751 | 76,566 |
| Total liabilities and net assets | 80,814 | 82,322 |

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income

Quarterly Consolidated Statements of Income

(Million Yen)

| | Nine months ended June 30, 2021 | Nine months ended June 30, 2022 |
|---|------------------------------------|------------------------------------|
| Net sales | 27,420 | 23,079 |
| Cost of sales | 17,540 | 15,984 |
| Gross profit | 9,879 | 7,095 |
| Selling, general and administrative expenses | 4,624 | 4,146 |
| Operating profit | 5,255 | 2,948 |
| Non-operating income | | |
| Foreign exchange gains | 191 | 890 |
| Gain on sale of investment securities | 1,041 | 378 |
| Gain on investments in derivatives | — | 59 |
| Gain on sales of cryptocurrency | 542 | — |
| Miscellaneous income | 120 | 152 |
| Total non-operating income | 1,895 | 1,480 |
| Non-operating expenses | | |
| Loss on valuation of investment securities | 51 | 48 |
| Loss on investments in investment partnerships | — | 1 |
| Loss on sale of investment securities | — | 307 |
| Loss on investments in derivatives | 259 | — |
| Miscellaneous losses | 6 | 10 |
| Total non-operating expenses | 316 | 367 |
| Ordinary profit | 6,834 | 4,061 |
| Extraordinary losses | | |
| Provision of allowance for related litigation | *3,300 | — |
| Total extraordinary losses | 3,300 | — |
| Profit before income taxes | 3,534 | 4,061 |
| Income taxes | 979 | 1,287 |
| Profit | 2,554 | 2,774 |
| Profit (loss) attributable to non-controlling interests | 0 | (0) |
| Profit attributable to owners of parent | 2,553 | 2,774 |

Quarterly Consolidated Statements of Comprehensive Income

(Million Yen)

| | Nine months ended June 30, 2021 | Nine months ended June 30, 2022 |
|--|------------------------------------|------------------------------------|
| Profit | 2,554 | 2,774 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (50) | 293 |
| Foreign currency translation adjustment | 43 | 106 |
| Total other comprehensive income | (6) | 399 |
| Comprehensive income | 2,547 | 3,173 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 2,546 | 3,174 |
| Comprehensive income attributable to non-controlling interests | 0 | (0) |

Notes

(Changes in scope of consolidation or application of the equity method)

(Significant changes in scope of consolidation)

In the third quarter of the current consolidated fiscal year, COLOPL NEXT No. 8 Fund Investment Partnership was formed and included in the scope of consolidation.

(Change in accounting policy)

(Application of accounting standard for revenue recognition)

The Company has applied the Accounting Standard for Revenue Recognition (ASBJ Statement No. 29, March 31, 2020; hereinafter the "Revenue Recognition Accounting Standard"), etc. since the beginning of the first quarter under review and recognizes revenue from goods or services which the Group promised to provide at an amount expected to be received in exchange for the goods or services at the time when control over the promised goods or services is transferred to a customer. The principal changes resulting from the above are as follows.

(Revenue from user charges related to games for smartphones)

Previously, the Company had recognized revenues at the point where users consumed onerous currency and exchanged it for items used in games. The Company made a switch to the method of estimating the period for using items obtained through the consumption of onerous currency and recognizing revenues in accordance with their estimated period of use.

(Revenue from made-to-order software development on order based on contracts)

Previously, the Company had recognized revenues at the point of acceptance inspection. The Company made a switch to the method of recognizing revenues over a certain period of time.

The application of the Revenue Recognition Accounting Standard follows the provisional treatment stipulated in the proviso of Paragraph 84 of the Revenue Recognition Accounting Standard. The cumulative effects in case of retroactively applying the new accounting policy to before the beginning of the first quarter under review are adjusted in retained earnings at the beginning of the first quarter under review, and the new accounting policy is applied from this initial balance. As a result, consolidated net sales increased ¥1,246 million, and consolidated operating profit increased ¥385 million in the third quarter under review. The balance of retained earnings at the beginning of the period increased ¥135 million.

With the application of the Revenue Recognition Accounting Standard, the Company included accounts receivable - trade, which had been stated under current assets in the consolidated balance sheet for the previous fiscal year, in accounts receivable - trade and contract assets from the first quarter under review. Pursuant to the transitional provisions in Paragraph 89-2 of the Revenue Recognition Accounting Standard, the Company did not reclassify balance sheet amounts for the previous fiscal year according to a new presentation. Moreover, in accordance with the provisional treatment stipulated in Paragraph 28-15 of the Accounting Standard for Quarterly Financial Reporting (ASBJ Statement No. 12, March 31, 2020), information that decomposes revenue from contracts with customers for the third quarter of the previous fiscal year is not stated.

(Application of accounting standard for fair value measurement, etc.)

The Company has applied the Accounting Standard for Fair Value Measurement (ASBJ Statement No. 30, July 4, 2019; hereinafter the "Fair Value Measurement Accounting Standard"), etc. since the beginning of the first quarter under review. It was decided that the new accounting policies prescribed in the Fair Value Measurement Accounting Standard, etc. continued to be adopted in accordance with the transitional treatment provided for in Paragraph 19 of the Fair Value Measurement Accounting Standard and Paragraph 44-2 of the Accounting Standard for Financial Instruments (ASBJ Statement No. 10, July 4, 2019).

The Company had previously adopted acquisition values as balance sheet values for investments and the like in financial instruments other than shares, such as the convertible bonds with share acquisition rights and share acquisition rights of unlisted investment targets. With the application of the new accounting policies, the Company switched to the method of adopting market values as balance sheet values from the first quarter of the current fiscal year under review. In addition, the Company adopted accounting in the method of directly posting emerged valuation differences to net assets.

These changes had no material effect on quarterly consolidated financial statements.

(Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expense)

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax effect accounting to income before income taxes for the consolidated fiscal year, including the third quarter under review, and multiplying quarterly income before income taxes by the estimated effective tax rate.

(Notes to Quarterly Consolidated Balance Sheet)

*Assets pledged collateral

The assets below are deposited under the Act on Financial Settlements.

| | Previous fiscal year (September 30, 2021) | The third quarter of the current fiscal year (June 30, 2022) |
|------------------------------|--|---|
| Investments and other assets | ¥473 million | ¥473 million |

(Notes to Quarterly Consolidated Statements of Income)

*Provision of allowance for related litigation

Nine months ended June 30, 2021 (October 1, 2020 to June 30, 2021)

Nintendo Co., Ltd. filed litigation about patent infringement related to Shironeko Project (“Litigation”) against the Company on December 22, 2017. The Company agreed on a settlement with Nintendo on August 4, 2021. Following the settlement, the Company posted a Litigation settlement as a settlement package of ¥3,300 million, including future licensing fees, which is paid to Nintendo Co., Ltd., in provision for litigation-related reserves.

(Notes to Quarterly Consolidated Statements of Cash Flows)

The quarterly consolidated statement of cash flows for the first nine months of the fiscal year under review has not been prepared. Depreciation expenses (Includes amortization of intangible assets other than goodwill.) and amortization of goodwill for the nine months ended September 30, 2022 are as follows.

| | For the nine months ended June 30, 2021 (October 1, 2020 to June 30, 2021) | For the nine months ended June 30, 2022 (October 1, 2021 to June 30, 2022) |
|-----------------------|---|---|
| Depreciation expenses | ¥423 million | ¥349 million |

(Shareholders' equity, etc.)

I. Nine months ended June 30, 2021 (October 1, 2020 to June 30, 2021)

Dividends paid

| (Resolution) | Class of shares | Total amount of dividends (¥ million) | Dividend per share (¥) | Record date | Effective date | Source of dividends |
|--|-----------------|--|------------------------|--------------------|-------------------|---------------------|
| December 18, 2020 Annual general meeting of shareholders | Common shares | 3,195 | 25.00 | September 30, 2020 | December 21, 2020 | Retained earnings |

II. Nine months ended June 30, 2022 (October 1, 2021 to June 30, 2022)

Dividends paid

| (Resolution) | Class of shares | Total amount of dividends (¥ million) | Dividend per share (¥) | Record date | Effective date | Source of dividends |
|--|-----------------|--|------------------------|--------------------|-------------------|---------------------|
| December 17, 2021 Annual general meeting of shareholders | Common shares | 2,559 | 20.00 | September 30, 2021 | December 20, 2021 | Retained earnings |

(Segment Information)

I. For the nine months ended June 30, 2021 (October 1, 2020 to June 30, 2021)

Information on net sales and income or loss by reportable segment

(Million Yen)

| | Reportable segment | | | Adjustment (Note)1 | Amount recorded in Consolidated Financial Statements (Note)2 |
|------------------------------------|---------------------------|---|--------|-----------------------|--|
| | Entertainment Business | Investment and Development Business | Total | | |
| Net sales | | | | | |
| Sales to external customers | 27,323 | 96 | 27,420 | — | 27,420 |
| Intersegment sales or transfers | — | — | — | — | — |
| Total | 27,323 | 96 | 27,420 | — | 27,420 |
| Segment profit (loss) | 5,333 | (80) | 5,253 | 1 | 5,255 |

(Notes) 1. An adjustment in the segment profit (loss) area represents the deduction of intersegment transactions.

2. Segment profit (loss) has been adjusted to be consistent with the operating profit reported in the consolidated statements of income.

II. For the nine months ended June 30, 2022 (October 1, 2021 to June 30, 2022)

Information on net sales and income or loss by reportable segment

(Million Yen)

| | Reportable segment | | | Adjustment (Note)1 | Amount recorded in Consolidated Financial Statements (Note)2 |
|------------------------------------|---------------------------|---|--------|-----------------------|--|
| | Entertainment Business | Investment and Development Business | Total | | |
| Net sales | | | | | |
| Sales to external customers | 22,748 | 331 | 23,079 | — | 23,079 |
| Intersegment sales or transfers | — | — | — | — | — |
| Total | 22,748 | 331 | 23,079 | — | 23,079 |
| Segment profit | 2,869 | 76 | 2,946 | 1 | 2,948 |

(Notes) 1. An adjustment in the segment profit area represents the deduction of intersegment transactions.

2. Segment profit has been adjusted to be consistent with the operating profit reported in the consolidated statements of income.

(Revenue Recognition)

Nine months ended June 30, 2022 (October 1, 2021 to June 30, 2022)

(Million Yen)

| | Reportable Segment | | Total |
|---------------------------------------|------------------------|-------------------------------------|--------|
| | Entertainment Business | Investment and Development Business | |
| Revenue from user charges | 10,151 | — | 10,151 |
| Income from revenue sharing | 7,138 | — | 7,138 |
| Other (Note) 1 | 5,457 | 34 | 5,492 |
| Revenue from contracts with customers | 22,748 | 34 | 22,782 |
| Other income (Note) 2 | — | 296 | 296 |
| Net sales to external customers | 22,748 | 331 | 23,079 |

(Notes) 1. Other includes Revenue from made-to-order software development on order based on contracts.

2. Other income mainly consists of income related to investments in limited liability investment partnerships and similar partnerships in accordance with ASBJ Statement No. 10, "Accounting Standard for Financial Instruments".

(Per share information)

The basis for calculating basic earnings per share and earnings per share fully diluted is as follows.

| Item | Nine months ended June 30, 2021 | Nine months ended June 30, 2022 |
|--|------------------------------------|------------------------------------|
| (1) Net assets per share | ¥19.96 | ¥21.65 |
| (Basis for calculation) | | |
| Profit attributable to owners of parent (¥ million) | 2,553 | 2,774 |
| Amount not attributable to common shareholders (¥ million) | — | — |
| Profit attributable to owners of parent pertaining to common shares (¥ million) | 2,553 | 2,774 |
| Average number of shares during the period (shares) | 127,935,837 | 128,128,816 |
| (2) Diluted earnings per share | ¥19.91 | ¥21.63 |
| (Basis for calculation) | | |
| Adjustments to profit attributable to owners of parent (¥ million) | — | — |
| Increase in the number of common shares (shares) | 306,859 | 148,763 |
| Summary of latent shares not included in the calculation of diluted net income per share due to the absence of dilutive effects, but for which there have been significant changes since the end of the previous fiscal year | — | — |

(Significant subsequent events)

Not applicable.

2.Other

Not applicable.

Part 2. Information Concerning Guarantors of the Reporting Company

Not applicable.