

Consolidated Financial Results for the Nine Months Ended September 30, 2022 [Japanese GAAP]



November 14, 2022

Company name: ProjectCompany, Inc.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 9246
 URL: <https://projectcompany.co.jp/>
 Representative: Yunosuke Doi, Representative Director and President
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 Scheduled date of filing quarterly securities report: November 14, 2022
 Scheduled date of commencing dividend payments: –
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

1. Financial Results for the Nine Months Ended September 30, 2022 (January 1, 2022 – September 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended September 30, 2022	2,976	–	691	–	685	–	460	–
September 30, 2021	–	–	–	–	–	–	–	–

(Note) Comprehensive income: Nine months ended September 30, 2022: ¥460 million [– %]
 Nine months ended September 30, 2021: ¥– million [– %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended September 30, 2022	81.26	77.24
September 30, 2021	–	–

(Note) As the consolidated fiscal year under review is the first year of preparing consolidated financial results, the figures for the nine months ended September 30, 2021 and changes from the previous corresponding period are not presented.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2022	3,899	2,582	66.0
As of December 31, 2021	–	–	–

(Reference) Equity: As of September 30, 2022: ¥2,571 million
 As of December 31, 2021: ¥– million

(Note) As the consolidated fiscal year under review is the first year of preparing consolidated financial results, the figures for the nine months ended September 30, 2021 and changes from the previous corresponding period are not presented.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2021	–	0.00	–	0.00	0.00
Fiscal year ending December 31, 2022	–	0.00	–		
Fiscal year ending December 31, 2022 (Forecast)				0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Financial Results Forecast for the Fiscal Year Ending December 31, 2022 (January 1, 2022 - December 31, 2022)

(% indicates year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	4,160	–	910	–	900	–	620	–	109.63

(Note) Revision to the financial results forecast announced most recently: None

*As the consolidated fiscal year under review is the first year of preparing consolidated financial results, year-on-year changes are not presented.

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: Yes
(Changes in specified subsidiaries resulting in changes in scope of consolidation):
Newly included: 2 companies (ProjectDigitalMarketing Co., Ltd., ProjectPartners Co., Ltd.), Excluded: None
- (2) Accounting methods adopted particularly for the preparation of quarterly financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common shares)
- 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

September 30, 2022:	5,729,950 shares
December 31, 2021:	5,637,150 shares
 - 2) Total number of treasury shares at the end of the period:

September 30, 2022:	55 shares
December 31, 2021:	32 shares
 - 3) Average number of shares during the period:

Nine months ended September 30, 2022:	5,662,447 shares
Nine months ended September 30, 2021:	5,047,658 shares

*These quarterly financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not intend to promise the achievement of these forecasts. Actual results may differ significantly from these forecasts due to a wide range of factors.

For the assumptions used for financial results forecasts and the notes regarding the use thereof, please refer to “1. Qualitative Information on Quarterly Financial Results (3) Explanation of Financial Results Forecast and Other Forward-looking Information” on page 3 of the attached document.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Thousand yen)

As of September 30, 2022

Assets	
Current assets	
Cash and deposits	2,370,545
Notes and accounts receivable - trade	481,354
Other	133,645
Total current assets	2,985,545
Non-current assets	
Property, plant and equipment	53,661
Intangible assets	
Goodwill	135,138
Other	569
Total intangible assets	135,707
Investments and other assets	
Leasehold deposits	647,212
Other	68,570
Total investments and other assets	715,783
Total non-current assets	905,152
Deferred assets	8,499
Total assets	3,899,197
Liabilities	
Current liabilities	
Accounts payable - trade	175,353
Accounts payable - other	137,144
Current portion of bonds payable	44,000
Current portion of long-term borrowings	114,176
Income taxes payable	171,441
Provision for bonuses	25,203
Other	102,632
Total current liabilities	769,952
Non-current liabilities	
Bonds payable	30,000
Long-term borrowings	515,157
Other	1,861
Total non-current liabilities	547,019
Total liabilities	1,316,971
Net assets	
Shareholders' equity	
Share capital	968,884
Capital surplus	615,460
Retained earnings	987,533
Treasury shares	(226)
Total shareholders' equity	2,571,652
Share acquisition rights	10,573
Total net assets	2,582,226
Total liabilities and net assets	3,899,197

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Nine Months Ended September 30

(Thousand yen)

	For the Nine Months ended September 30, 2022
Net sales	2,976,017
Cost of sales	1,685,946
Gross profit	1,290,070
Selling, general and administrative expenses	598,211
Operating profit	691,859
Non-operating income	
Interest income	16
Dividend income	3
Total non-operating income	19
Non-operating expenses	
Interest expenses	1,980
Amortization of share issuance costs	2,745
Other	1,728
Total non-operating expenses	6,453
Ordinary profit	685,425
Extraordinary income	
Gain on liquidation of investment securities	1,825
Total extraordinary income	1,825
Extraordinary losses	
Loss on retirement of non-current assets	1,323
Total extraordinary losses	1,323
Profit before income taxes	685,927
Income taxes - current	225,802
Total income taxes	225,802
Profit	460,124
Profit attributable to owners of parent	460,124

Quarterly Consolidated Statement of Comprehensive Income
For the Nine Months Ended September 30

(Thousand yen)

	For the Nine Months ended September 30, 2022
Profit	460,124
Comprehensive income	460,124
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	460,124