

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



## Consolidated Financial Results for the Nine Months Ended February 28, 2023 [Japanese GAAP]

April 5, 2023

Company name: GameWith, Inc.  
 Stock exchange listing: Tokyo  
 Code number: 6552  
 URL: <https://gamewith.co.jp>  
 Representative: Takuya Imaizumi President  
 Contact: Hideyuki Hiyoshi Director  
 Phone: +81-3-6722-6330  
 Scheduled date of filing quarterly securities report: April 5, 2023  
 Scheduled date of commencing dividend payments: -  
 Availability of supplementary briefing material on quarterly financial results: Yes  
 Schedule of quarterly financial results briefing session: No

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

### 1. Consolidated Financial Results for the Nine Months Ended February 28, 2023 (June 1, 2022 to February 28, 2023)

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

	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 February 28, 2023	2,619	14.8	246	40.4	230	11.5	130	9.4
February 28, 2022	2,282	6.9	175	-	206	-	119	-

(Note) Comprehensive income:   
 Nine months ended February 28, 2023: ¥ 125 million [ 4.6%]  
 Nine months ended February 28, 2022: ¥ 120 million [ -%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
February 28, 2023	7.26	7.23
February 28, 2022	6.60	6.56

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
February 28, 2023	4,474	3,304	73.8
May 31, 2022	4,882	3,274	67.1

(Reference) Equity:   
 As of February 28, 2023: ¥ 3,304 million  
 As of May 31, 2022: ¥ 3,274 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended May 31, 2022	-	0.00	-	0.00	0.00
Fiscal year ending May 31, 2023	-	0.00	-		
Fiscal year ending May 31, 2023 (Forecast)				0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending May 31, 2023(June 1, 2022 to May 31, 2023)

(% indicates changes from the previous corresponding period.)

	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	3,573	14.5	300	49.7	287	28.6	160	35.5	8.90

(Note) Revision to the financial results forecast announced most recently: No

### \* Notes:

#### (1) Changes in significant subsidiaries during the nine months ended February 28, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

#### (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

#### (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: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

#### (4) Total number of issued shares (common shares)

##### 1) Total number of issued shares at the end of the period (including treasury shares):

February 28, 2023: 18,340,200 shares

May 31, 2022: 18,315,900 shares

##### 2) Number of treasury shares at the end of the period:

February 28, 2023: 525,735 shares

May 31, 2022: 251,235 shares

##### 3) Average number of shares outstanding during the period:

Nine months ended February 28, 2023: 17,956,442 shares

Nine months ended February 28, 2022: 18,053,456 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of May 31, 2022	As of February 28, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	3,558,465	3,088,883
Trade receivables and contract asset	446,584	491,846
Prepaid expenses	50,931	72,415
Consumption taxes refund receivable	3,332	4,468
Other	15,800	17,681
Total current assets	4,075,114	3,675,296
Non-current assets		
Property, plant and equipment	92,289	74,791
Intangible assets		
Goodwill	305,082	286,388
Other	-	1,450
Total intangible assets	305,082	287,838
Investments and other assets	410,146	436,527
Total non-current assets	807,518	799,158
Total assets	4,882,633	4,474,454
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	116,292	104,527
Current portion of long-term borrowings	328,404	311,804
Accounts payable - other	98,674	48,156
Accrued expenses	120,203	124,817
Income taxes payable	95,812	33,874
Provision for bonuses	79,224	41,165
Other	143,798	110,027
Total current liabilities	982,410	774,372
Non-current liabilities		
Long-term borrowings	598,022	368,319
Asset retirement obligations	27,681	27,677
Total non-current liabilities	625,703	395,996
Total liabilities	1,608,113	1,170,369
<b>Net assets</b>		
Shareholders' equity		
Share capital	551,225	553,169
Capital surplus	550,224	552,168
Retained earnings	2,368,059	2,498,432
Treasury shares	(200,107)	(300,080)
Total shareholders' equity	3,269,401	3,303,689
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,118	7,061
Foreign currency translation adjustment	-	(6,665)
Total accumulated other comprehensive income	5,118	395
Total net assets	3,274,520	3,304,085
Total liabilities and net assets	4,882,633	4,474,454

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the nine months)

(Thousands of yen)

	For the nine months ended February 28, 2022	For the nine months ended February 28, 2023
Net sales	2,282,199	2,619,332
Cost of sales	1,224,642	1,395,606
Gross profit	1,057,556	1,223,725
Selling, general and administrative expenses	881,803	976,979
Operating profit	175,753	246,746
Non-operating income		
Interest income	34	32
Subsidy income	570	-
Gain on investments in investment partnerships	31,998	-
Other	2,058	18
Total non-operating income	34,661	51
Non-operating expenses		
Interest expenses	3,185	2,261
Loss on investments in investment partnerships	-	6,584
Share of loss of entities accounted for using equity method	-	4,699
Other	761	2,969
Total non-operating expenses	3,947	16,514
Ordinary profit	206,467	230,282
Extraordinary income		
Gain on sale of investment securities	-	8,167
Gain on reversal of share acquisition rights	3,263	-
Total extraordinary income	3,263	8,167
Profit before income taxes	209,730	238,450
Income taxes - current	62,762	73,124
Income taxes - deferred	27,844	34,953
Total income taxes	90,607	108,077
Profit	119,123	130,372
Profit attributable to owners of parent	119,123	130,372

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Thousands of yen)

	For the nine months ended February 28, 2022	For the nine months ended February 28, 2023
Profit	119,123	130,372
Other comprehensive income		
Valuation difference on available-for-sale securities	966	1,942
Foreign currency translation adjustment	-	(6,665)
Total other comprehensive income	966	(4,723)
Comprehensive income	120,090	125,649
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	120,090	125,649
Comprehensive income attributable to non-controlling interests	-	-