

Summary of Consolidated Financial Results for the Nine months Ended January 31, 2024 (Based on Japanese GAAP)



March 8, 2024

Company Name: gumi Inc. Stock exchange listing: Tokyo
 Stock code: 3903 URL: [https:// gu3.co.jp/](https://gu3.co.jp/)
 Representative: Title CEO Name Hiroyuki Kawamoto
 Inquiries: Title COO Name Makoto Motoyoshi (TEL) 03 (5358) 5322
 Scheduled date to file Quarterly Securities Report March 8, 2024
 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, 2024 (from May 1, 2023, to January 31, 2024)

(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, 2024	8,667	△29.6	△3,029	—	△2,716	—	△1,103	—
Nine months ended January 31, 2023	12,314	△12.8	501	—	18	—	222	—

Note. Comprehensive income: 3rd quarter of FYE April 30, 2024: △1,616 millions of yen (—%) 3rd quarter of FYE April 30, 2023: 114 millions of yen (—%)

	Earnings per share	Diluted earnings per share
	Yen	Yen
As of January 31, 2024	△27.91	—
As of January 31, 2023	7.42	7.31

Notes. Due to net loss, the diluted earnings per share in 3rd quarter of FYE April 30, 2024, is not listed above.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of January 31, 2024	25,256	16,851	65.4
As of April 30, 2023	26,550	18,664	68.3

(Reference) Equity capital: 3rd quarter of FYE April 30, 2024: 16,508 millions of yen FYE April 30, 2023: 18,137 millions of yen

2. Cash dividends

	Annual dividends per share				
	1 st quarter-end	2 nd quarter-end	3 rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FYE April 30, 2023	—	0.00	—	5.00	5.00
FYE April 30, 2024	—	0.00	—	—	—
FYE April 30, 2024 (Forecast)	—	—	—	—	—

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

2. It is undetermined for the dividends in FYE April 30, 2024

3. Forecast of consolidated financial results FYE April 30, 2024 (May 1, 2023, to April 30, 2024)

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, 2024 : 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 : Not 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, 2024	39,576,734 Shares	As of April 30, 2023	39,481,234 shares
2) Total number of treasury shares at the end of the period	As of January 31, 2024	As of April 30, 2023	— shares
3) Average number of shares during the period (cumulative)	As of January 31, 2024	As of January 31, 2023	39,542,502 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, 2023	As of January 31, 2024
Assets		
Current assets		
Cash and deposits	10,464,169	7,609,003
Accounts receivable - trade and contract assets	1,696,053	1,639,768
Other current assets	3,239,800	5,461,574
Total current assets	<u>15,400,024</u>	<u>14,710,345</u>
Non-current assets		
Property, plant and equipment	166,091	168,474
Intangible assets		
Software	122,844	3,165,860
Software in progress	4,284,682	430,856
Other intangible assets	600	525
Total intangible assets	<u>4,408,127</u>	<u>3,597,242</u>
Investment and other assets		
Investment securities	3,127,451	2,610,346
Investments in other securities of subsidiaries and associates	2,565,378	3,137,647
Other investments	883,407	1,032,312
Total investment and other assets	<u>6,576,237</u>	<u>6,780,307</u>
Total non-current assets	<u>11,150,456</u>	<u>10,546,023</u>
Total assets	<u>26,550,480</u>	<u>25,256,369</u>

(Thousands of yen)

	As of April 30, 2023	As of January 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	401,116	326,685
Short-term borrowings	—	1,500,000
Current portion of bonds payable	160,000	480,000
Current portion of long-term borrowings	2,126,817	1,887,660
Income taxes payable	170,692	307,902
Provision for bonuses	74,394	28,242
Other current liabilities	1,995,681	1,528,857
Total current liabilities	<u>4,928,702</u>	<u>6,059,347</u>
Non-current liabilities		
Bonds payable	260,000	860,000
Long-term borrowings	2,394,726	825,404
Asset retirement obligations-NCL	87,154	89,260
Other non-current liabilities	215,753	570,524
Total non-current liabilities	<u>2,957,634</u>	<u>2,345,189</u>
Total liabilities	<u>7,886,337</u>	<u>8,404,536</u>
Net assets		
Shareholders' equity		
Share capital	13,080,578	13,117,384
Capital surplus	5,029,958	321,640
Retained earnings	△ 1,772,230	1,671,838
Total shareholders' equity	<u>16,338,306</u>	<u>15,110,862</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,058,092	134,115
Foreign currency translation adjustment	741,125	1,263,855
Total accumulated other comprehensive income	<u>1,799,217</u>	<u>1,397,971</u>
Share acquisition rights	371,271	298,803
Non-controlling interests	155,347	44,194
Total net assets	<u>18,664,143</u>	<u>16,851,832</u>
Total liabilities and net assets	<u>26,550,480</u>	<u>25,256,369</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, 2023	Nine months ended January 31, 2024
Net sales	12,314,032	8,667,206
Cost of sales	9,439,562	9,148,978
Gross profit (loss)	2,874,470	△ 481,772
Selling, general and administrative expenses	2,373,369	2,547,754
Operating profit (loss)	501,101	△ 3,029,526
Non-operating income		
Interest and dividend income	682	8,235
Subsidy income	74	33
Gain on valuation of crypto assets	—	297,823
Gain on sales of crypto assets	—	80,271
Share of profit of entities accounted for using equity method	74,681	23,343
Gain on investments in investment partnerships	25,168	11,782
Other non-operating income	6,586	9,050
Total non-operating income	107,194	430,540
Non-operating expenses		
Interest expenses	40,357	45,204
Foreign exchange losses	33,467	54,657
Donations	—	240
Share issuance costs	58,480	—
Loss on valuation of crypto assets	411,651	—
Other non-operating expenses	46,194	17,727
Total non-operating expenses	590,150	117,829
Ordinary profit (loss)	18,144	△ 2,716,815
Extraordinary income		
Gain on sales of investment securities	—	2,418,586
Gain on reversal of share acquisition rights	2,072	7,872
Total extraordinary income	2,072	2,426,458
Extraordinary losses		
Impairment losses	—	53,718
Loss on valuation of investment securities	171,623	259,369
Loss on valuation of shares of subsidiaries and associates	57,999	48,291
Loss on liquidation of subsidiaries and associates	—	17,683
Business restructuring expenses	—	54,165
Total extraordinary losses	229,623	433,229
Loss before income taxes	△ 209,406	△ 723,587
Income taxes - current	△ 17,611	336,896
Income taxes - deferred	△ 264,333	154,323
Total income taxes	△ 281,944	491,219
Profit (loss)	72,538	△ 1,214,807
Loss attributable to non-controlling interests	△ 149,688	△ 111,153
Profit (loss) attributable to owners of parent	222,226	△ 1,103,653

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended January 31, 2023	Nine months ended January 31, 2024
Profit (loss)	72,538	△ 1,214,807
Other comprehensive income		
Valuation difference on available-for-sale securities	4,761	△ 923,977
Foreign currency translation adjustment	81,524	429,170
Share of other comprehensive income of entities accounted for using equity method	△ 44,359	93,560
Total other comprehensive income	41,926	△ 401,246
Comprehensive income	114,464	△ 1,616,053
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	264,153	△ 1,504,900
Comprehensive income attributable to non-controlling interests	△ 149,688	△ 111,153