

Translation

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## Summary of Non-Consolidated Financial Results for the Nine Months Ended June 30, 2019 (Based on Japanese GAAP)

August 2, 2019

Company name: LINKBAL INC  
 Stock exchange listing: Tokyo  
 Stock code: 6046 URL <https://linkbal.co.jp>  
 Representative: CEO & President Yoshihiro Kazumasa  
 Inquiries: Senior Managing Director Baba Hiroaki TEL 03(6222)6827  
 Scheduled date to file Quarterly Securities Report: August 2, 2019  
 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. Non-consolidated financial results for the nine months ended June 30, 2019 (from October 1, 2018 to June 30, 2019)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended June 30, 2019	2,067	4.4	755	52.0	758	51.9	467	49.2
Nine months ended June 30, 2018	1,980	3.4	497	45.6	499	34.5	313	37.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended June 30, 2019	25.09		–	
Nine months ended June 30, 2018	16.46		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2019	2,416	1,898	78.5
As of September 30, 2018	2,074	1,430	68.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2018	–	0.00	–	0.00	0.00
Year ending September 30, 2019	–	0.00	–	–	–
Year ending September 30, 2019 (Forecast)	–	–	–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending September 30, 2019 (from October 1, 2018 to September 30, 2019)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	2,720	(1.8)	1,030	40.1	1,030	39.6	638	39.2	33.71

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of June 30, 2019	19,500,000 shares	As of September 30, 2018	19,500,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2019	853,104 shares	As of September 30, 2018	853,104 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended June 30, 2019	18,646,896 shares	Nine months ended June 30, 2018	19,045,028 shares
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**Quarterly non-consolidated financial statements**  
**Non-consolidated balance sheets**

(Thousands of yen)

	As of September 30, 2018	As of June 30, 2019
<b>Assets</b>		
Current assets		
Cash and deposits	1,661,816	1,903,541
Accounts receivable - trade	27,042	29,733
Accounts receivable - other	140,579	247,015
Other	34,285	17,980
Allowance for doubtful accounts	–	(1,035)
Total current assets	1,863,724	2,197,236
Non-current assets		
Property, plant and equipment	71,401	54,377
Intangible assets	6,951	30,005
Investments and other assets	132,543	134,742
Total non-current assets	210,895	219,125
Total assets	2,074,619	2,416,361
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	19,902	8,120
Accounts payable - other	232,890	191,954
Income taxes payable	186,742	136,658
Accrued consumption taxes	32,210	27,125
Advances received	10,766	8,121
Deposits received	49,456	61,064
Provision for bonuses	23,246	10,774
Other	57,827	45,090
Total current liabilities	613,042	488,909
Non-current liabilities		
Asset retirement obligations	31,361	29,296
Total non-current liabilities	31,361	29,296
Total liabilities	644,404	518,206
<b>Net assets</b>		
Shareholders' equity		
Capital stock	281,000	281,000
Capital surplus	276,000	276,000
Retained earnings	1,266,976	1,734,915
Treasury shares	(393,916)	(393,916)
Total shareholders' equity	1,430,059	1,897,999
Share acquisition rights	156	156
Total net assets	1,430,215	1,898,155
Total liabilities and net assets	2,074,619	2,416,361

## Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended June 30, 2018	Nine months ended June 30, 2019
Net sales	1,980,656	2,067,039
Cost of sales	347,461	224,920
Gross profit	1,633,194	1,842,119
Selling, general and administrative expenses	1,136,165	1,086,738
Operating profit	497,029	755,381
Non-operating income		
Interest income	52	68
Gain on adjustment of account payable	2,558	2,837
Other	60	45
Total non-operating income	2,670	2,952
Non-operating expenses		
Commission fee	367	-
Other	102	77
Total non-operating expenses	469	77
Ordinary profit	499,229	758,255
Extraordinary losses		
Loss on retirement of non-current assets	-	121
Impairment loss	-	10,010
Differences between the asset retirement liability balance and the actual retirement cost	-	3,596
Total extraordinary losses	-	13,728
Profit before income taxes	499,229	744,527
Income taxes - current	179,589	267,692
Income taxes - deferred	6,111	8,895
Total income taxes	185,701	276,587
Profit	313,528	467,939