

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended December 31, 2020 (Based on Japanese GAAP)

February 3, 2021

Company name: LINKBAL INC
 Stock exchange listing: Tokyo
 Stock code: 6046 URL <https://linkbal.co.jp>
 Representative: CEO & President Yoshihiro Kazumasa
 Inquiries: Director & General Manager Jun Narusawa TEL 03(6222)6827
 Scheduled date to file Quarterly Securities Report: February 3, 2021
 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 three months ended December 31, 2020 (from October 1, 2020 to December 31, 2020)

(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	%
Three months ended December 31, 2020	237	(60.7)	(31)	–	(31)	–	(38)	–
Three months ended December 31, 2019	603	(20.4)	171	(34.1)	172	(34.2)	110	(30.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2020	(2.04)		–	
Three months ended December 31, 2019	5.93		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2020	2,203	2,030	92.2
As of September 30, 2020	2,269	2,068	91.2

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, 2020	–	0.00	–	0.00	0.00
Year ending September 30, 2021	–				
Year ending September 30, 2021 (Forecast)		0.00	–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending September 30, 2021 (from October 1, 2020 to September 30, 2021)

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
Six months ending March 31, 2021	–	–	–	–	–	–	–	–	–
Full year	–	–	–	–	–	–	–	–	–

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 December 31, 2020	19,500,000 shares	As of September 30, 2020	19,500,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	853,104 shares	As of September 30, 2020	853,104 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2020	18,646,896 shares	Three months ended December 31, 2019	18,646,896 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of September 30, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	1,817,576	1,755,459
Accounts receivable - trade	18,090	11,647
Accounts receivable - other	63,953	64,513
Income taxes receivable	166,226	166,226
Other	94,475	98,276
Total current assets	2,160,322	2,096,122
Non-current assets		
Property, plant and equipment	3,663	3,203
Intangible assets	49,050	45,693
Investments and other assets		
Distressed receivables	1,003	1,003
Other	56,390	58,165
Allowance for doubtful accounts	(1,003)	(1,003)
Total investments and other assets	56,390	58,165
Total non-current assets	109,104	107,062
Total assets	2,269,426	2,203,185
Liabilities		
Current liabilities		
Accounts payable - trade	1,026	290
Accounts payable - other	80,541	70,022
Income taxes payable	—	1,650
Accrued consumption taxes	—	6,457
Advances received	6,688	6,696
Deposits received	21,410	19,024
Provision for bonuses	18,486	9,562
Asset retirement obligations	23,103	—
Other	32,467	44,085
Total current liabilities	183,725	157,788
Non-current liabilities		
Long-term guarantee deposits	17,000	14,700
Total non-current liabilities	17,000	14,700
Total liabilities	200,725	172,488
Net assets		
Shareholders' equity		
Share capital	281,000	281,000
Capital surplus	276,000	276,000
Retained earnings	1,905,556	1,867,552
Treasury shares	(393,916)	(393,916)
Total shareholders' equity	2,068,640	2,030,635
Share acquisition rights	61	61
Total net assets	2,068,701	2,030,696
Total liabilities and net assets	2,269,426	2,203,185

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended December 31, 2019	Three months ended December 31, 2020
Net sales	603,724	237,416
Cost of sales	45,207	12,131
Gross profit	558,517	225,285
Selling, general and administrative expenses	387,076	256,906
Operating profit (loss)	171,440	(31,621)
Non-operating income		
Interest income	53	41
Subsidy income	—	375
Other	706	25
Total non-operating income	760	442
Ordinary profit (loss)	172,200	(31,178)
Extraordinary losses		
Loss on cancellation of rental contracts	—	9,432
Total extraordinary losses	—	9,432
Profit (loss) before income taxes	172,200	(40,611)
Income taxes - current	50,489	0
Income taxes - deferred	11,131	(2,608)
Total income taxes	61,621	(2,607)
Profit (loss)	110,579	(38,004)