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## Consolidated Financial Results for the Six Months Ended September 30, 2020 [Japanese GAAP]



November 13, 2020

Company name: Remixpoint, inc.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 3825  
 URL: <https://www.remixpoint.co.jp>  
 Representative: Genki Oda, President, CEO and Representative Director  
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 Scheduled date of filing quarterly securities report: November 13, 2020  
 Scheduled date of commencing dividend payments: —  
 Availability of supplementary briefing material on quarterly financial results: Available  
 Schedule of quarterly financial results briefing session: November 27, 2020

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

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2020(April 1, 2020 to September 30, 2020)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2020	4,818	(22.3)	(746)	—	(748)	—	(807)	—
September 30, 2019	6,200	(17.7)	(365)	—	(378)	—	(4,032)	—

(Note) Comprehensive income: Six months ended September 30, 2020: ¥ (807)million [—%]

Six months ended September 30, 2019: ¥ (4,032)million [—%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2020	(11.31)	—
September 30, 2019	(69.66)	—

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2020	17,545	5,002	28.4
As of March 31, 2020	14,259	3,870	26.8

(Reference) Equity: As of September 30, 2020: ¥ 4,976 million

As of March 31, 2020: ¥3,825 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 March 31, 2020	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2021	-	0.00			
Fiscal year ending March 31, 2021 (Forecast)			-	-	-

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

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021 (April 1, 2020 to March 31, 2021)

The crypto asset exchange business of the Group's financial business is influenced by economic conditions, market environment related to crypto asset, and trends in the financial market, making it difficult to calculate an appropriate and reasonable financial results forecast. This is due to the extreme lack of clarity at the present time regarding the impact on the Group's business activities and financial position from changes in the operating environment caused by the spread of COVID-19. Looking ahead, we plan to promptly release our consolidated financial results forecast when it becomes possible to carry out the needed calculations.

### \* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2020: No

(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: No

2) Changes in accounting policies other than 1) above: Yes

3) Changes in accounting estimates: No

4) Retrospective restatement: No

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

1) Number of issued shares at the end of the period (including treasury shares):

September 30, 2020: 83,508,400 shares

March 31, 2020: 60,917,600 shares

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

September 30, 2020: 60,000 shares

March 31, 2020: 60,000 shares

3) Average number of shares during the period:

Six months ended September 30, 2020: 71,454,074 shares

Six months ended September 30, 2019: 57,891,705 shares

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

\* Explanation of the proper use of financial results forecast and other special notes  
(Caution regarding forward-looking statements)

In these materials, the consolidated financial results forecast for the fiscal year ending March 31, 2021 is undetermined, and statements herein are based on information that is currently available and certain assumptions deemed reasonable by the Company.

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1. Quarterly Consolidated Financial Statements  
(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and deposits	2,777	1,613
Accounts receivable - trade	944	1,256
Merchandise	341	342
Real estate for sale	—	167
Real estate for sale in process	116	—
Users cryptoassets	7,306	9,766
Owned cryptoassets	432	473
Guarantee deposits for cryptoassets	169	73
Cash segregated as deposits	—	1,859
Guarantee deposits	282	133
Other	403	458
Allowance for doubtful accounts	(35)	(46)
Total current assets	12,739	16,097
Non-current assets		
Property, plant and equipment	74	74
Intangible assets		
Software	545	665
Software in progress	181	29
Total intangible assets	726	694
Investments and other assets		
Investment securities	161	182
Leasehold and guarantee deposits	355	311
Fixed loan	86	86
Other	201	184
Allowance for doubtful accounts	(86)	(86)
Total investments and other assets	719	678
Total non-current assets	1,519	1,448
Total assets	14,259	17,545

(Million yen)

	As of March 31, 2020	As of September 30, 2020
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	268	245
Accounts payable - other	435	443
Deposits received	1,386	1,749
Deposits received for cryptoassets	7,306	9,766
Guarantee deposits received	276	114
Income taxes payable	50	122
Loans payable-cryptoassets	569	—
Provision for loss on business of subsidiaries and associates	11	2
Other	80	99
Total current liabilities	10,388	12,543
Total liabilities	10,388	12,543
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,085	5,065
Capital surplus	4,107	5,086
Retained earnings	(4,349)	(5,157)
Treasury shares	(18)	(18)
Total shareholders' equity	3,825	4,976
Share acquisition rights	45	25
Total net assets	3,870	5,002
Total liabilities and net assets	14,259	17,545

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Six Months Ended September 30

(Million yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Net sales	6,200	4,818
Cost of sales	4,942	4,112
Gross profit	1,258	705
Selling, general and administrative expenses	1,623	1,452
Operating loss	(365)	(746)
Non-operating income		
Interest income	1	1
Dividend income	0	0
Subsidy income	—	13
Interest on tax refund	2	—
Other	1	1
Total non-operating income	5	15
Non-operating expenses		
Interest expenses	0	0
Issuance cost of subscription rights to shares	3	2
Share issuance costs	10	14
Foreign exchange losses	4	—
Other	0	0
Total non-operating expenses	18	18
Ordinary profit (loss)	(378)	(748)
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	84	—
Income insurance	—	61
Total extraordinary income	84	61
Extraordinary losses		
Loss on retirement of non-current assets	267	76
Loss on valuation of investments in capital	—	16
Loss on valuation of investments in capital of subsidiaries and associates	62	—
Theft loss of cryptoassets	3,246	—
Additional losses related to the theft of virtual currency	133	—
Impairment loss	2	—
Total extraordinary losses	3,714	92
Loss before income taxes	(4,009)	(779)
Income taxes - current	33	28
Income taxes - deferred	(9)	—
Total income taxes	23	28
Loss	(4,032)	(807)
Loss attributable to owners of parent	(4,032)	(807)

Quarterly Consolidated Statements of Comprehensive Income

Six Months Ended September 30

(Million yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Profit (loss)	(4,032)	(807)
Comprehensive income	(4,032)	(807)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(4,032)	(807)
Comprehensive income attributable to non-controlling interests	—	—



### (3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Cash flows from operating activities		
Loss before income taxes	(4,009)	(779)
Depreciation	120	97
Increase (decrease) in allowance for doubtful accounts	2	10
Impairment loss	2	—
Interest and dividend income	(1)	(1)
Interest expenses	0	0
Loss (gain) on sales of shares of subsidiaries and associates	(84)	—
Share issuance costs	10	14
Issuance cost of subscription rights to shares	3	2
Loss on retirement of non-current assets	267	76
Theft loss of cryptoassets	3,246	—
Additional losses related to the theft of virtual currency	133	—
Loss (gain) on valuation of investments in capital of subsidiaries and associates	62	—
Loss (gain) on valuation of investments in capital	—	16
Increase (decrease) in provision for loss on business of subsidiaries and associates	—	(9)
Decrease (increase) in trade receivables	(347)	(311)
Decrease (increase) in inventories	86	(52)
Increase (decrease) in users cryptoassets	(2,101)	(2,459)
Increase (decrease) in owned cryptoassets	(54)	(40)
Increase (decrease) in guarantee deposits for cryptoassets	153	96
Increase (decrease) in cash segregated as deposits	—	(1,859)
Decrease (Increase) In operating guarantee deposit	1,135	149
Increase (decrease) in other current assets	300	(70)
Increase (decrease) in trade payables	20	(23)
Increase (decrease) in accounts payable - other	(145)	(8)
Increase (decrease) in deposits received	(361)	362
Increase (decrease) in deposits received for cryptoassets	2,101	2,459
Increase (decrease) in accrued consumption taxes	128	(2)
Increase (decrease) in loans payable-cryptoassets	(61)	(569)
Increase in other current liabilities	(94)	(80)
Other, net	173	0
Subtotal	689	(2,981)
Interest and dividends received	1	1
Interest paid	(0)	(0)
Income taxes paid	(31)	(1)
Expenditures on theft loss of cryptoassets	(3,079)	—
Expenditures on additional losses related to the theft of virtual currency	(54)	(5)
Net cash provided by (used in) operating activities	(2,474)	(2,986)
Cash flows from investing activities		
Loan advances	(35)	—
Purchase of property, plant and equipment	(12)	(10)
Proceeds from sales of property, plant and equipment	1	0
Purchase of intangible assets	(184)	(106)
Purchase of investment securities	(270)	(20)
Payments for sales of shares of subsidiaries resulting in change in scope of consolidation	(79)	—
Payments of guarantee deposits	(1)	—
Payments of leasehold deposits	(1)	(0)

Proceeds from refund of leasehold deposits	0	40
Payments for investments in capital	$\triangle 170$	—
Net cash provided by (used in) investing activities	$\triangle 754$	$\triangle 97$

(Million yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	168	—
Repayments of long-term borrowings	(50)	—
Repayments of lease obligations	(4)	(0)
Proceeds from issuance of shares	489	—
Proceeds from issuance of share acquisition rights	24	32
Proceeds from issuance of shares resulting from exercise of share acquisition rights	0	1,924
Payments for purchase of treasury subscription right to shares	—	(35)
Dividends paid	(0)	(0)
Net cash provided by (used in) financing activities	628	1,921
Net increase (decrease) in cash and cash equivalents	(2,600)	(1,163)
Cash and cash equivalents at beginning of period	6,451	2,771
Cash and cash equivalents at end of period	3,851	1,607