

# Summary of Consolidated Financial Results for the Year Ended April 30, 2021 (Based on Japanese GAAP)



June 11, 2021

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 CFO Name Makoto Motoyoshi (TEL) 03 (5358) 5322  
 Scheduled date of ordinary general meeting of shareholders: July 28 2021  
 Scheduled date to file Securities Report: July 28 2021  
 Scheduled date to commence dividend payments: July 29 2021  
 Preparation of supplementary material on financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the year ended April 30, 2021 (from May, 2020 to April 30, 2021)

### (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	%
Year ended April 30, 2021	18,628	△6.0	1,514	△32.0	6,071	185.7	1,835	4.4
Year ended April 30, 2020	19,827	△6.7	2,225	—	2,124	—	1,757	—

Note. Comprehensive income: FYE April 30, 2021: 2,044 millions of yen (54.7 %) FYE April 30, 2020: 1,321 millions of yen (— %)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/ total assets	Operating profit/ net sales
	Yen	Yen	%	%	%
As of April 30, 2021	60.73	59.73	12.1	27.0	8.1
As of April 30, 2020	58.32	57.66	13.1	10.3	11.2

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of April 30, 2021	25,012	17,190	64.7	535.17
As of April 30, 2020	20,006	15,169	71.1	470.93

(Reference) Equity capital : FYE April 30, 2021 16,189 millions of yen FYE April 30, 2020 14,217 millions of yen

### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended April 30, 2021	2,805	△2,155	1,919	8,492
Year ended April 30, 2020	2,657	△3,607	△3,037	5,833

## 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (consolidated)	Ratio of dividends to net assets (Consolidated)
	1 <sup>st</sup> quarter-end	2 <sup>nd</sup> quarter-end	3 <sup>rd</sup> quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FYE April 30, 2020	—	0.00	—	5.00	5.00	150	8.6	1.1
FYE April 30, 2021	—	0.00	—	5.00	5.00	151	8.2	1.0
FYE April 30, 2022 (Forecast)		—	—	—	—			

Notes: 1. It is undetermined for the dividends in FYE April 30, 2021

### 3. Forecast of consolidated financial results FYE April 30, 2021 (May 1, 2020 to April 30, 2021)

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 Year ended April 30, 2020 : 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 April 30, 2021	31,231,900 shares	As of April 30, 2020	31,169,400 shares
As of April 30, 2021	980,039 shares	As of April 30, 2020	980,000 shares
As of April 30, 2021	30,227,710 shares	As of April 30, 2020	30,133,166 shares

2) Total number of treasury shares at the end of the period

3) Average number of shares during the period (cumulative)

Reference: Non-consolidated financial summary

#### 1. Non-consolidated financial results for the year ended April 30, 2021 (from May, 2020 to April 30, 2021)

(1) Non-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	%
Year ended April 30, 2021	18,493	△6.7	925	△55.1	810	△60.5	△2,100	—
Year ended April 30, 2020	19,823	△6.6	2,062	—	2,051	—	2,407	—

	Earnings per share	Diluted earnings per share
	Yen	Yen
As of April 30, 2021	△69.49	—
As of April 30, 2020	58.32	57.66

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of April 30, 2021	21,550	13,038	59.0	420.53
As of April 30, 2020	20,985	15,156	71.1	494.35

(Reference) Equity capital : FYE April 30, 2021 12,721 millions of yen FYE April 30, 2020 14,924 millions of yen

\* These financial results are outside the scope of annual 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.

## Consolidated financial statements

### Consolidated balance sheets

	(Thousands of yen)	
	As of April 30, 2020	As of April 30, 2021
Assets		
Current assets		
Cash and deposits	5,833,436	8,492,510
Accounts receivable - trade	2,968,001	1,812,179
Other current asset	823,199	3,280,228
Total current assets	9,624,636	13,584,917
Non-current assets		
Property, plant and equipment	199,287	135,385
Intangible assets		
Software	1,307,111	493,142
Software in progress	2,705,946	3,405,522
Other intangible assets	122,659	73,855
Total intangible assets	4,135,718	3,972,519
Investment and other assets	0	0
Investment securities	2,233,623	1,823,758
Other investments	3,813,698	5,495,709
Total investment and other assets	6,047,321	7,319,469
Total non-current assets	10,382,327	11,427,375
Total assets	20,006,964	25,012,295

	(Thousands of yen)	
	As of April 30, 2020	As of April 30, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	552,020	542,982
Current portion of long-term borrowings	2,042,292	1,999,734
Income taxes payable	221,799	763,577
Provision for bonuses	67,786	100,239
Other current liabilities	1,394,565	1,169,474
Total current liabilities	4,278,464	4,576,010
Non-current liabilities		
Long-term borrowings	416,670	2,500,404
Asset retirement obligation	137,158	114,145
Other non-current liabilities	4,778	631,297
Total non-current liabilities	558,607	3,245,846
Total liabilities	4,837,071	7,821,857
Net assets		0
Shareholders' equity		0
Share capital	9,377,841	9,399,470
Capital surplus	3,385,620	3,407,249
Retained earnings	2,652,130	4,336,840
Treasury shares	(1,058,400)	(1,058,438)
Total shareholders' equity	14,357,192	16,085,121
Accumulated other comprehensive income	0	0
Valuation difference on available-for-sale securities	22,020	74,790
Foreign currency translation adjustment	(162,184)	29,978
Total accumulated other comprehensive income	(140,164)	104,769
Share acquisition rights	232,578	316,551

Non-controlling interests	720,286	683,995
Total net assets	15,169,892	17,190,437
Total liabilities and net assets	20,006,964	25,012,295

## Consolidated statements of income and consolidated statements of comprehensive income

### Consolidated statements of income

	(Thousands of yen)	
	Twelve months ended April 30, 2021	Twelve months ended April 30, 2021
Net sales	19,827,695	18,628,710
Cost of Sales	13,399,354	13,633,170
Gross profit	6,428,340	4,995,540
Selling, general and administrative expenses	4,202,938	3,481,241
Operating profit	2,225,402	1,514,299
Non-operating income		
Interest and dividend income	2,766	725
Gain on investments in investment partnerships	68,319	203,499
Subsidy income	44,022	3,267
Gain on valuation of Crypto Assets	9,888	1,124,707
Gain on sales of Crypto Assets	0	930,898
Gain on sales of non-current assets	5,441	47,668
Interest on tax refund	3,880	3,425
Share of profit of entities accounted for using equity method	0	2,368,830
Other non-operating incomes	5,743	2,013
Total non-operating income	140,062	4,685,035
Non-operating expenses		
Interest expenses	24,557	30,155
Foreign exchange losses	7,304	93,884
Share of loss of entities accounted for using equity method	193,355	0
Loss on investments in investment partnerships	0	0
Loss on valuation of Crypto Assets	0	0
Other non-operating expenses	15,609	4,164
Total non-operating expenses	240,827	128,204
Ordinary profit	2,124,637	6,071,130
Extraordinary income		
Gain on sales of investment securities	65,315	0
Gain on reversal of share acquisition rights	11,591	9,398
Gain on change in equity	579	0
Total extraordinary income	77,485	9,398
Extraordinary losses	0	0
Impairment losses	467,122	1,688,647
Loss on valuation of investment securities	399,260	634,653
Loss on valuation of shares of subsidiaries and associates	194,969	0
Business restructuring expenses	188,250	17,127
Other extraordinary expenses	3,736	0
Total extraordinary losses	1,253,340	2,340,429
Profit (loss) before income taxes	948,783	3,740,099
Income taxes - current	20,579	753,221
Income taxes - deferred	(544,216)	1,187,512
Total income taxes	(523,636)	1,940,733
Profit (loss)	1,472,420	1,799,366
Loss attributable to non-controlling interests	(285,035)	(36,290)
Profit (loss) attributable to owner of parent	1,757,456	1,835,657

## Consolidated statements of comprehensive income (cumulative)

	(Thousands of yen)	
	Twelve months ended April 30, 2021	Twelve months ended April 30, 2021
Profit (loss)	1,472,420	1,799,366
Other comprehensive income		
Valuation difference on available-for-sale securities	16,575	52,770
Foreign currency translation adjustment	(155,975)	126,646
Share of other comprehensive income of entities accounted for using equity method	(11,546)	65,517
Total other comprehensive income	(150,947)	244,933
Comprehensive income	1,321,473	2,044,300
Comprehensive income attributable to owners of parent	1,606,508	2,080,591
Comprehensive income attributable to non-controlling interests	(285,035)	(36,290)

# Consolidated statements of cash flows

	(Thousands of yen)	(Thousands of yen)
	Twelve months ended	Twelve months ended
	April 30, 2021	April 30, 2021
Cash flows from operating activities		
Profit (loss) before income taxes	948,783	3,740,099
Depreciation	443,948	907,726
Impairment loss	0	1,688,647
Share-based remuneration expenses	58,803	109,115
Increase (decrease) in provision for bonuses	14,621	30,528
Interest and dividend income	(2,766)	(725)
Interest expenses	24,557	30,155
Foreign exchange losses (gains)	(20,021)	12,027
Subsidy income	(44,022)	(3,267)
Share of loss (profit) of entities accounted for using equity method	193,355	(2,368,830)
Loss (gain) on change in equity	(579)	0
Loss (gain) on investments in investment partnerships	(68,319)	(203,499)
Loss (gain) on valuation of crypto assets	(9,888)	(1,124,707)
Loss (gain) on sales of crypto assets	0	(930,898)
Loss on valuation of shares of subsidiaries and associates	194,969	0
Loss (gain) on sales of investment securities	(65,315)	0
Loss on valuation of other securities of subsidiaries and associates	467,122	0
Loss (gain) on valuation of investment securities	399,260	634,653
Business restructuring expenses	188,250	17,127
Loss (gain) on sales of non-current assets	(5,441)	(47,668)
Decrease (increase) in trade receivables	(1,140,672)	1,173,915
Increase (decrease) in trade payables	231,875	(10,350)
Increase (decrease) in accounts payable - other	(84,358)	95,651
Increase (decrease) in accrued consumption taxes	182,935	(166,359)
Decrease (increase) in accounts receivable - other	(20,948)	(132,987)
Decrease (increase) in prepaid expenses	0	0
Decrease (increase) in consumption taxes refund receivable	187,834	5,548
Other, net	483,772	(460,531)
Subtotal	2,557,757	2,995,372
Interest and dividend received	2,766	725
Interest paid	(20,603)	(29,798)
Subsidies received	62,870	3,267
Payment of the restructuring cost	(183,831)	(19,891)
Income taxes (paid) refundd	238,977	(144,038)
Net cash provided by (used in) operating activities	2,657,936	2,805,637
Cash flows from investing activities		
Proceeds from sales of property, plant and equipment	5,491	0
Purchase of property, plant and equipment	(28,233)	(13,152)
Proceeds from sale of intangible assets	0	260,958
Purchase of intangible assets	(2,912,358)	(2,591,467)
Proceeds from redemption of investment securities	3,254	0
Proceeds from sales of investment securities	128,681	10,045
Purchase of investment securities	(351,011)	(3,353)
Purchase of shares of subsidiaries and associates	(173,970)	0
Purchase of investments in other securities of subsidiaries and affiliates	(425,664)	(159,300)
Proceeds from sale of shares of subsidiaries and associates	15,496	0
Purchase of crypto assets	0	(134,380)
Proceeds from sales of crypto assets	0	59,585
Proceeds from distributions from investment partnerships	122,619	429,105
Payment for lease and guarantee deposits	(106)	(23,136)
Proceeds from repayment of lease and guarantee deposits	7,941	9,345
Net cash provided by (used in) investing activities	(3,607,860)	(2,155,749)
Cash flows from financing activities		
Proceeds from long-term borrowings	0	5,500,000
Repayments of long-term borrowings	(3,247,368)	(3,458,824)
Proceeds from issuance of shares	9,058	27,513

Proceeds from share issuance to non-controlling shareholders	201,000	0
Purchase of treasury share	0	(38)
Dividends paid	0	(149,520)
Net cash provided by (used in) financing activities	(3,037,309)	1,919,130
Effect of exchange rate change on cash and cash equivalents	(77,379)	90,056
Net increase (decrease) in cash and cash equivalents	(4,064,612)	2,659,074
Cash and cash equivalents at beginning of period	9,898,048	5,833,436
Cash and cash equivalents at end of period	5,833,436	8,492,510



**Consolidated statements of changes in equity**

Fiscal year ended April 30, 2020

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance of beginning of period	9,337,717	3,344,766	894,674	(1,058,400)	12,518,758
Changes during period					
Issuance of new shares	40,124	40,124			80,248
Profit (loss) attributable to owners of parent			1,757,456		1,757,456
Change in ownership interest of parent due to transactions with non-controlling interests		730			730
Net changes in items other than shareholders' equity					0
Total changes during period	40,124	40,854	1,757,456	0	1,838,434
Balance at end of period	9,377,841	3,385,620	2,652,130	(1,058,400)	14,357,192

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	5,444	5,337	10,782	256,556	807,530	13,593,627
Changes during period						
Issuance of new shares						80,248
Profit (loss) attributable to owners of parent						1,757,456
Change in ownership interest of parent due to transactions with non-controlling interests						730
Net changes in items other than shareholders' equity	16,575	(167,522)	(150,947)	(23,977)	(87,244)	(262,169)
Total changes during period	16,575	(167,522)	(150,947)	(23,977)	(87,244)	1,576,265
Balance at end of period	22,020	(162,184)	(140,164)	232,578	720,286	15,169,892

**Consolidated statements of changes in equity**

Fiscal year ended April 30, 2020

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance of beginning of period	9,377,841	3,385,620	2,652,130	(1,058,400)	14,357,192
Changes during period					
Issuance of new shares	21,628	21,628	0	0	43,257
Acquisition of treasury share	0	0	0	(38)	(38)
Payment of dividends	0	0	(150,947)	0	(150,947)
Profit (loss) attributable to owners of parent	0	0	1,835,657	0	1,835,657
Net changes in items other than shareholders' equity	0	0	0	0	0
Total changes during period	21,628	21,628	1,684,710	(38)	1,727,928
Balance at end of period	9,399,470	3,407,249	4,336,840	(1,058,438)	16,085,121

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	22,020	(162,184)	(140,164)	232,578	720,286	15,169,892
Changes during period						
Issuance of new shares						43,257
Acquisition of treasury share						(38)
Payment of dividends						(150,947)
Profit (loss) attributable to owners of parent						1,835,657
Net changes in items other than shareholders' equity	52,770	192,163	244,933	83,972	(36,290)	292,616
Total changes during period	52,770	192,163	244,933	83,972	(36,290)	2,020,545
Balance at end of period	74,790	29,978	104,769	316,551	683,995	17,190,437