

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended June 30, 2021 (Based on Japanese GAAP)

August 4, 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 050(1741)2300
 Scheduled date to file Quarterly Securities Report: August 4, 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 nine months ended June 30, 2021 (from October 1, 2020 to June 30, 2021)

(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, 2021	527	(56.9)	(227)	–	(223)	–	(250)	–
Nine months ended June 30, 2020	1,223	(40.8)	126	(83.2)	129	(82.9)	86	(81.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended June 30, 2021	(13.44)		–	
Nine months ended June 30, 2020	4.61		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	2,074	1,818	87.6
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	–	0.00	–	–	–
Year ending September 30, 2021 (Forecast)	–	–	–	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
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 June 30, 2021	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 June 30, 2021	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)

Nine months ended June 30, 2021	18,646,896 shares	Nine months ended June 30, 2020	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 June 30, 2021
Assets		
Current assets		
Cash and deposits	1,817,576	1,917,419
Accounts receivable - trade	18,090	12,685
Accounts receivable - other	63,953	27,522
Income taxes receivable	166,226	–
Other	94,475	11,565
Total current assets	2,160,322	1,969,193
Non-current assets		
Property, plant and equipment	3,663	13,495
Intangible assets	49,050	39,043
Investments and other assets		
Distressed receivables	1,003	1,003
Other	56,390	53,007
Allowance for doubtful accounts	(1,003)	(1,003)
Total investments and other assets	56,390	53,007
Total non-current assets	109,104	105,546
Total assets	2,269,426	2,074,739
Liabilities		
Current liabilities		
Accounts payable - trade	1,026	355
Accounts payable - other	80,541	39,050
Income taxes payable	–	2,648
Accrued consumption taxes	–	5,206
Advances received	6,688	5,668
Deposits received	21,410	15,816
Provision for bonuses	18,486	8,908
Asset retirement obligations	23,103	–
Other	32,467	40,776
Total current liabilities	183,725	118,429
Non-current liabilities		
Long-term borrowings	–	120,000
Asset retirement obligations	–	4,508
Long-term guarantee deposits	17,000	13,800
Total non-current liabilities	17,000	138,308
Total liabilities	200,725	256,738
Net assets		
Shareholders' equity		
Share capital	281,000	281,000
Capital surplus	276,000	276,000
Retained earnings	1,905,556	1,654,857
Treasury shares	(393,916)	(393,916)
Total shareholders' equity	2,068,640	1,817,940
Share acquisition rights	61	61
Total net assets	2,068,701	1,818,001
Total liabilities and net assets	2,269,426	2,074,739

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended June 30, 2020	Nine months ended June 30, 2021
Net sales	1,223,345	527,025
Cost of sales	93,547	33,624
Gross profit	1,129,798	493,401
Selling, general and administrative expenses	1,002,965	720,558
Operating profit (loss)	126,832	(227,156)
Non-operating income		
Interest income	196	114
Interest on refund of income taxes	–	2,288
Subsidy income	2,000	1,742
Other	1,017	7
Total non-operating income	3,214	4,152
Non-operating expenses		
Interest expenses	–	1
Other	400	–
Total non-operating expenses	400	1
Ordinary profit (loss)	129,646	(223,006)
Extraordinary losses		
Loss on cancellation of rental contracts	–	9,432
Loss on retirement of non-current assets	599	941
Other	–	603
Total extraordinary losses	599	10,978
Profit (loss) before income taxes	129,046	(233,984)
Income taxes - current	25,417	520
Income taxes - deferred	17,578	16,194
Total income taxes	42,995	16,715
Profit (loss)	86,050	(250,699)