

Consolidated Financial Results for the Nine Months Ended December 31, 2021 [Japanese GAAP]

January 28, 2022

Company name: eGuarantee,Inc. Stock exchange listing: Tokyo

Code number: 8771

URL: https://www.eguarantee.co.jp/Representative: Masanori Eto

epresentative: Masanori Eto President and Chief Executive Officer

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Scheduled date of filing quarterly securities report: February 10, 2022

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2021 (April 01, 2021 to December 31, 2021)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2021	5,864	10.7	2,819	23.2	2,811	22.2	1,840	23.1
December 31, 2020	5,297	20.0	2,287	14.8	2,300	14.2	1,495	(15.6)

(Note) Comprehensive income: Nine months ended December 31, 2021: ¥ 1,977 million [27.8%] Nine months ended December 31, 2020: ¥ 1,547 million [(16.0)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2021	39.61	38.35
December 31, 2020	33.93	31.81

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
December 31, 2021	23,589	18,801	74.0	373.70
March 31, 2021	22,570	17,186	70.3	347.19

(Reference) Equity: As of December 31, 2021: \(\frac{1}{2}\) As of March 31, 2021: \(\frac{1}{2}\) 15,876 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, 2021	-	0.00	-	22.00	22.00
Fiscal year ending March 31, 2022	-	0.00	-		
Fiscal year ending March 31, 2022 (Forecast)				22.00	22.00

(Note) Revision to the forecast for dividends announced most recently:

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2022:

Commemorative dividend - yen Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022(April 01, 2021 to March 31, 2022)

(% indicates changes from the previous corresponding period.)

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	Net sale	s	Operating p	orofit	Ordinary p	rofit	Profit attribu		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	8,500	18.1	3,720	20.4	3,750	20.6	2,400	19.8	52.48

(Note) Revision to the financial results forecast announced most recently: No

- * Notes:
- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)
Exclusion: - (Company name:)

- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2021: 46,742,200 shares March 31, 2021: 45,729,800 shares

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

December 31, 2021: 1,434 shares March 31, 2021: 1,414 shares

3) Average number of shares during the period:

Nine months ended December 31, 2021: 46,462,899 shares Nine months ended December 31, 2020: 44,072,310 shares

(5) Guarantee liabilities for guarantee services against sales credit

Guarantee liabilities for guarantee services against sales credit 546.9 billion yen

		(Thousand ye
	As of March 31,2021	As of December 31,2021
Assets		
Current assets		
Cash and deposits	16,056,248	15,551,32
Accounts receivable - trade	65,437	70,90
Securities	-	1,200,00
Prepaid expenses	793,539	1,123,12
Accounts receivable - other	63,981	46,6
Other	106,609	123,2
Total current assets	17,085,816	18,115,2
Non-current assets		
Property, plant and equipment	1,385,945	1,384,73
Intangible assets	111,178	120,8
Investments and other assets		
Investment securities	3,426,737	3,426,73
Deferred tax assets	233,829	233,82
Other	326,964	307,7
Total investments and other assets	3,987,531	3,968,3
Total non-current assets	5,484,655	5,473,9
Total assets	22,570,471	23,589,2
iabilities		
Current liabilities		
Accounts payable - trade	9,932	18,30
Income taxes payable	934,750	348,1
Advances received	3,664,750	3,579,6
Provision for settlement	342,711	422,1
Provision for bonuses	150,000	83,7
Deposits received	31,943	53,4
Other	135,021	166,9
Total current liabilities	5,269,109	4,672,5
Non-current liabilities		
Long-term accounts payable - other	115,282	115,2
Total non-current liabilities	115,282	115,2
Total liabilities	5,384,392	4,787,78
Vet assets		
Shareholders' equity	2.007.450	2.455
Share capital	3,097,652	3,475,7
Capital surplus	2,507,652	2,885,7
Retained earnings	10,272,144	11,106,3
Treasury shares	(824)	(8
Total shareholders' equity	15,876,626	17,466,9
Share acquisition rights	147,996	140,60
Non-controlling interests	1,161,456	1,193,89
Total net assets	17,186,079	18,801,4
otal liabilities and net assets	22,570,471	23,589,2

Quarterly Consolidated Statements of Income and Comprehensive Income Quarterly Consolidated Statements of Income (For the nine months)

		(Thousand yen)
	For the nine months ended December 31,2020	For the nine months ended December 31,2021
Net sales	5,297,173	5,864,137
Cost of sales	1,344,538	1,272,188
Gross profit	3,952,634	4,591,948
Selling, general and administrative expenses	1,664,696	1,772,838
Operating profit	2,287,938	2,819,110
Non-operating income		
Interest income	14,739	9,460
Other	2,796	1,314
Total non-operating income	17,535	10,774
Non-operating expenses		
Share of loss of entities accounted for using equity method	4,832	18,020
Other		31
Total non-operating expenses	4,832	18,051
Ordinary profit	2,300,641	2,811,833
Extraordinary losses		
Loss on retirement of non-current assets	100	385
Loss on valuation of investment securities	49,999	-
Total extraordinary losses	50,100	385
Profit before income taxes	2,250,541	2,811,447
Income taxes	703,447	833,964
Profit	1,547,093	1,977,482
Profit attributable to non-controlling interests	51,913	137,231
Profit attributable to owners of parent	1,495,179	1,840,251

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

		(Thousand yen)
	For the nine months ended December 31,2020	For the nine months ended December 31,2021
Profit	1,547,093	1,977,482
Comprehensive income	1,547,093	1,977,482
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,495,179	1,840,251
Comprehensive income attributable to non-controlling interests	51,913	137,231