

Financial Results

FY 3Q 7/2023



FIRSTLOGIC, INC
<https://www.firstlogic.co.jp>



Corporate Vision

Creating the fair RE[※] investment market

**Supporting
the RE investors**

Providing them with
the knowledge and
latest information

**Creating
the sound RE industry**

Promoting
fair transaction and
legal compliance

**Improving
the information of RE**

Providing
the accurate price information
to the market

Management Policy FY 7/2023

- 1 To expand our No.1 market share to raise awareness.
- 2 Aiming to achieve earnings forecasts by acquiring RE agencies and Rakumachi Premium members.
- 3 To expand Rakumachi Premium service.
- 4 To actively recruit to achieve management policy.

Overview

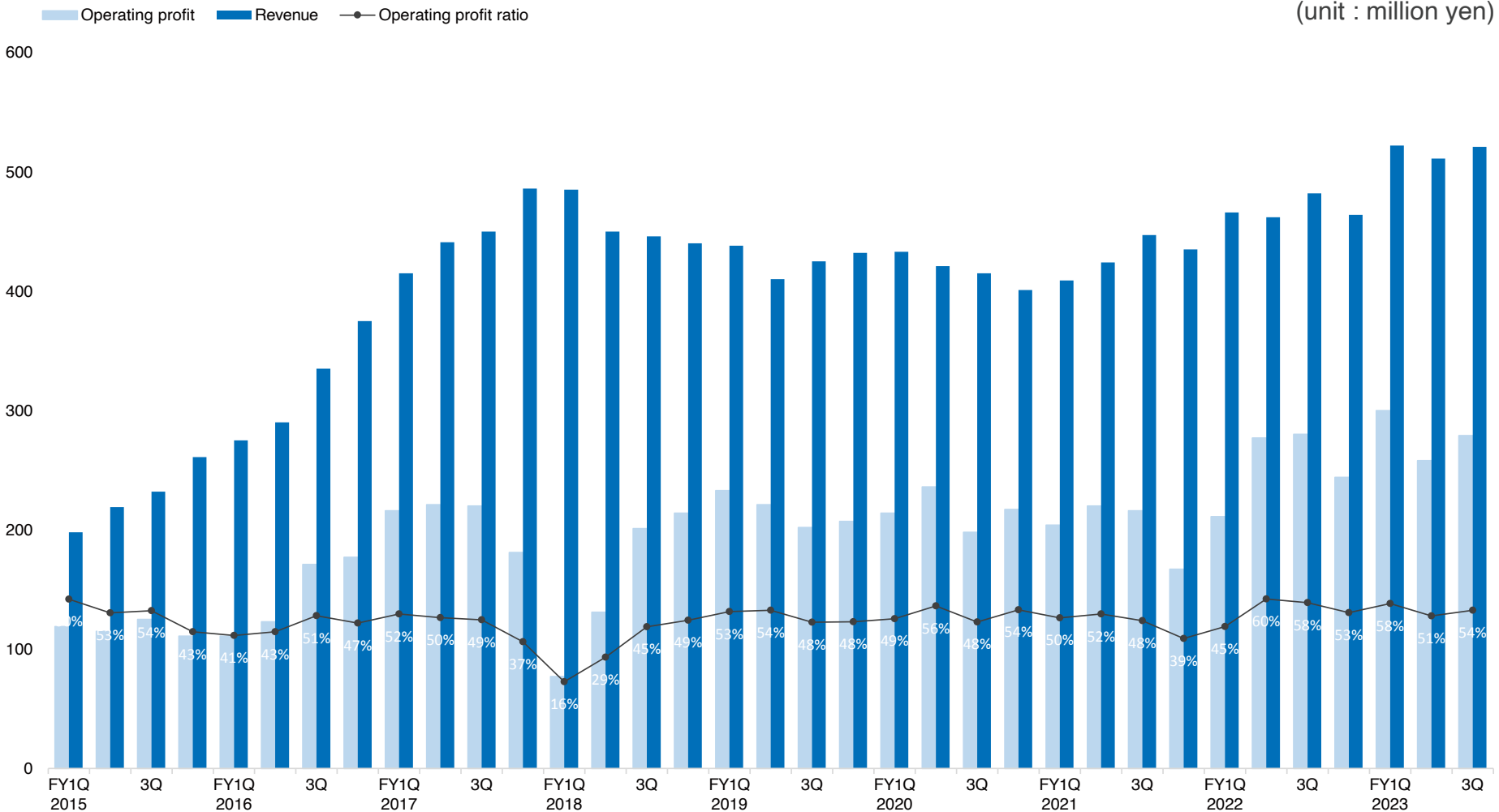
- Steady progress with both revenue and operating profit exceeding those of the same period of the previous year.
- Steady increase in Property listing service.
- The positive effect of price increase in the past is starting to appear.

	FY7/2022 3Q	FY7/2023 3Q	YoY		Earnings estimates (After correction)	Progress rate
Revenue (unit : million yen)	1,411	1,556	+145	+10.3%	2,000	+77.8%
Operating profit (unit : million yen)	768	839	+71	+9.2%	1,050	+79.9%
Ordinary profit (unit : million yen)	769	839	+70	+9.1%	1,050	+79.9%
Net profit (unit : million yen)	501	549	+48	+9.5%	686	+80.1%
Revenue of Property Listing Service (unit : million yen) (※)	671	741	+70	+10.4%	—	—
Ratio of Property Listing Service (unit : %) (※)	48	48	+0	+0.0%	—	—
RE agencies using Property Listing Service (unit: number) (※)	4,466	4,599	+133	+3.0%	—	—
Number of property listings (unit: thousand)	52	53	+1	+1.6%	—	—
Number of users (unit: thousand)	301	346	+45	+14.9%	—	—
Page views (unit: million)	105	103	-2	-2.0%	—	—
YouTube Rakumachi channel subscribers (unit :thousand)	358	417	+59	+16.6%	—	—

※ Property Listing Service is SaaS

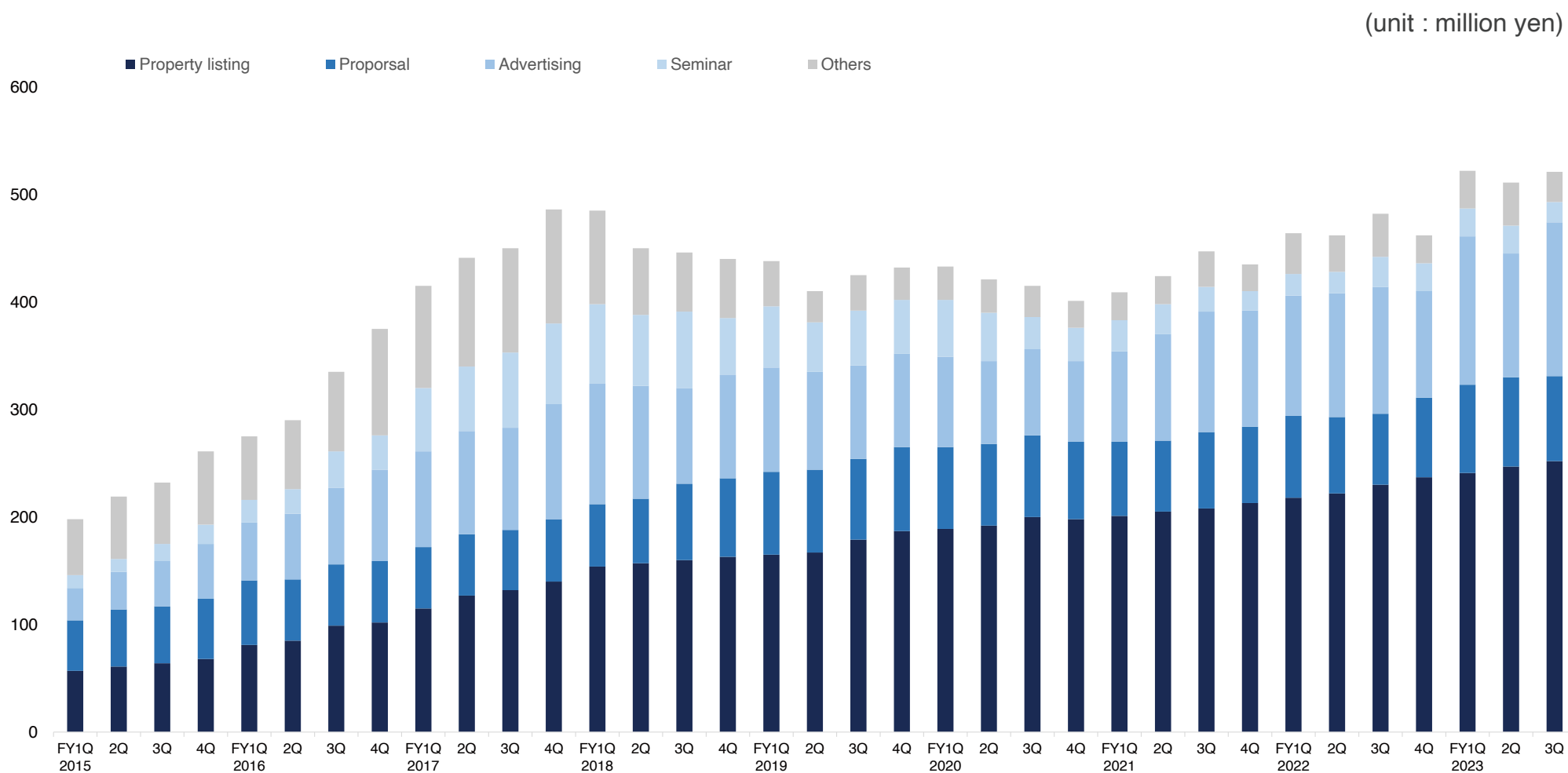
Quarterly Trend of Revenue and Operating Profit

- Both revenue and operating profit increased compared to those of the same period of the previous year.
- Operating profit ratio is stable at over 50%.



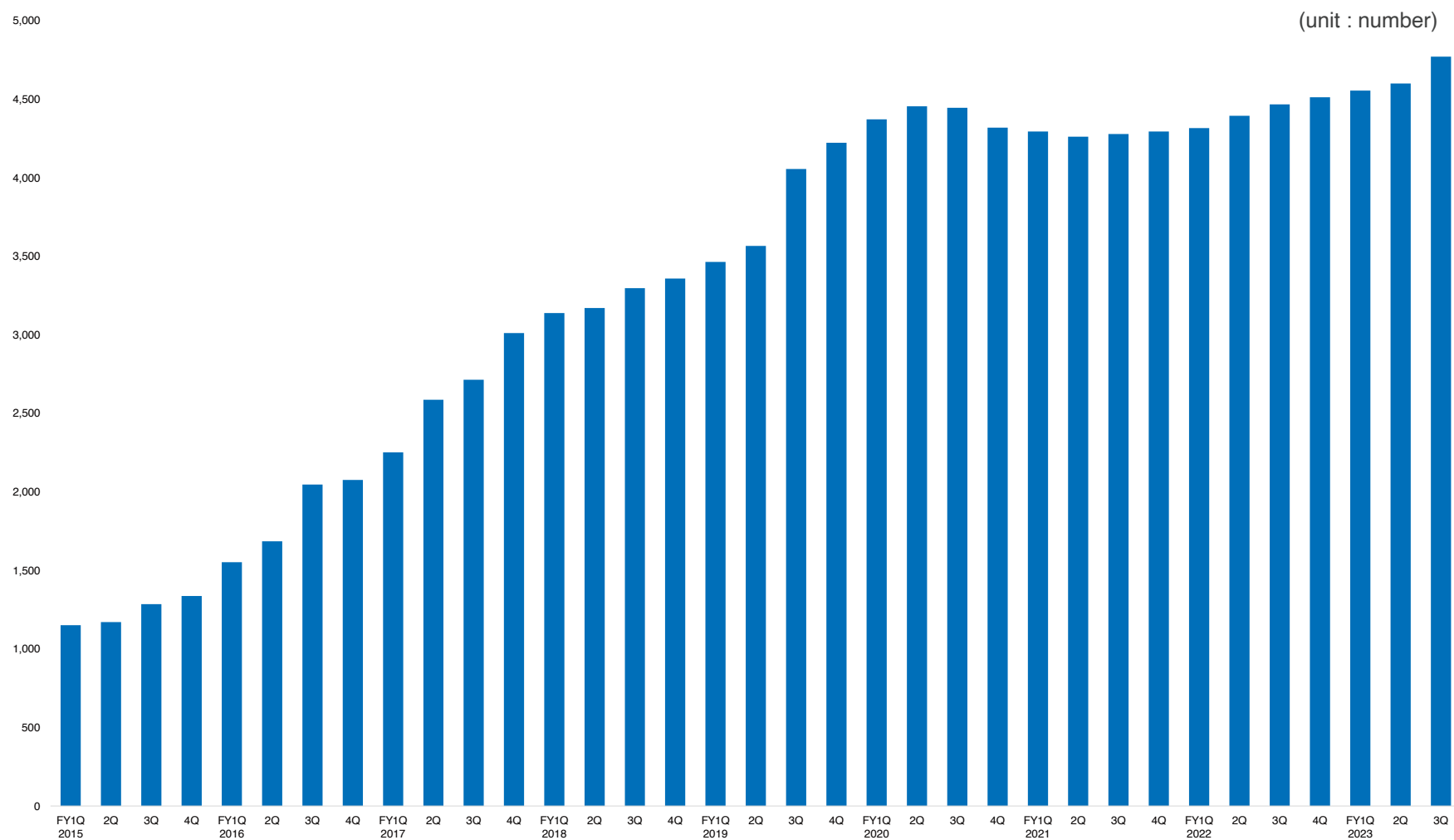
Quarterly Trend of Revenue by Main Services

- Steady increase in Property listing service, resulting from having implemented price increases for new RE agencies since FY3Q 2020.
- Advertising services received strong orders for high unit price products.



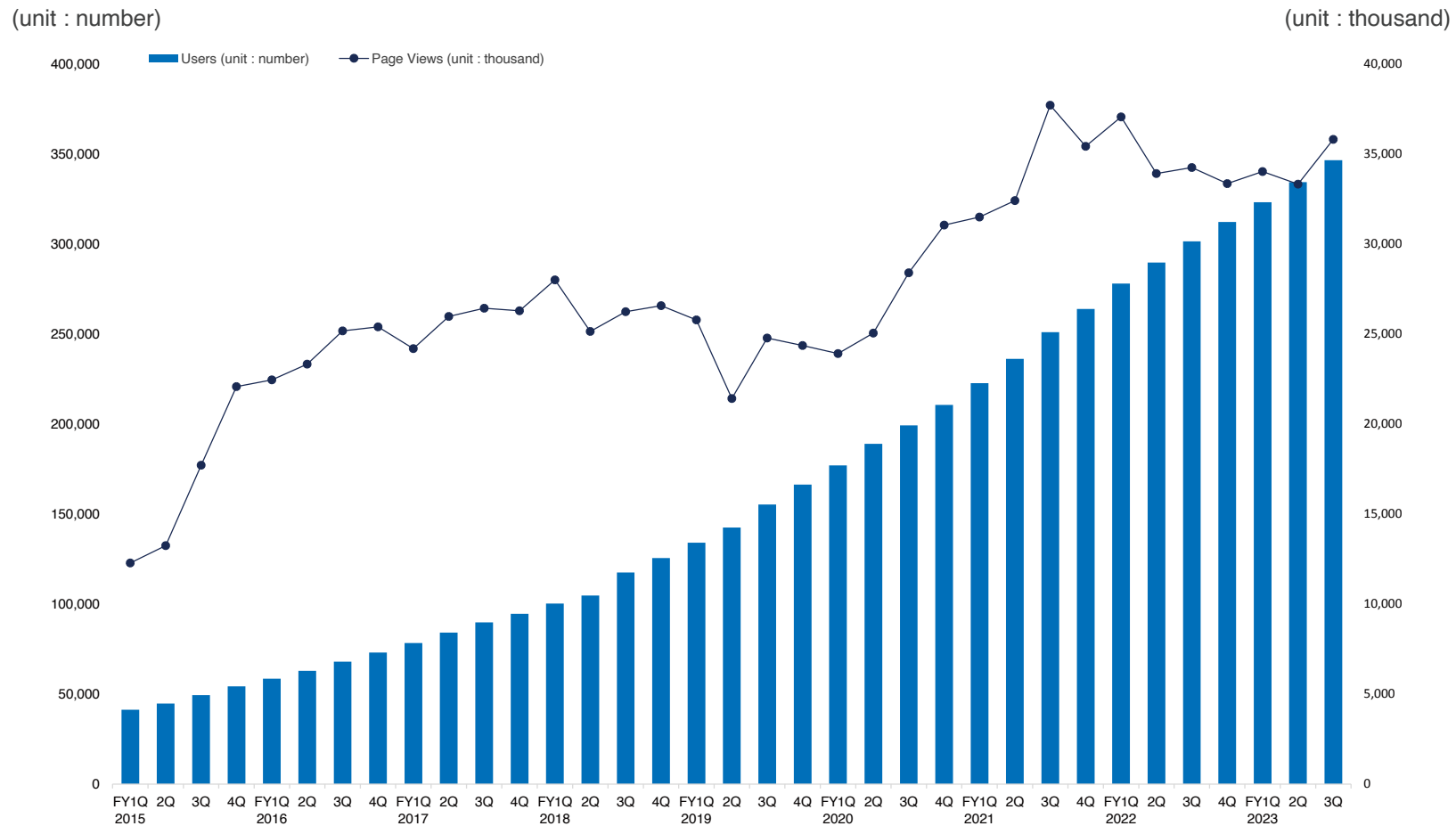
RE agencies using Property Listing Service

- RE agencies using Property Listing Service steadily increased since FY1Q2022.
- We aim to increase the number of RE agencies using this service in FY2023.



Quarterly Trend of Page views and The Number of Users

- Page views increased on a quarter-to-quarter basis.
- The number of users exceeded 350,000 people.
- More members will lead to higher price per unit delivery adjustments, due to the unit cost of ad serving decreasing.



Forecast dividend (increase) and shareholder return

About dividend (increase)

We will pay dividends for shareholder return from FY 7/2023.

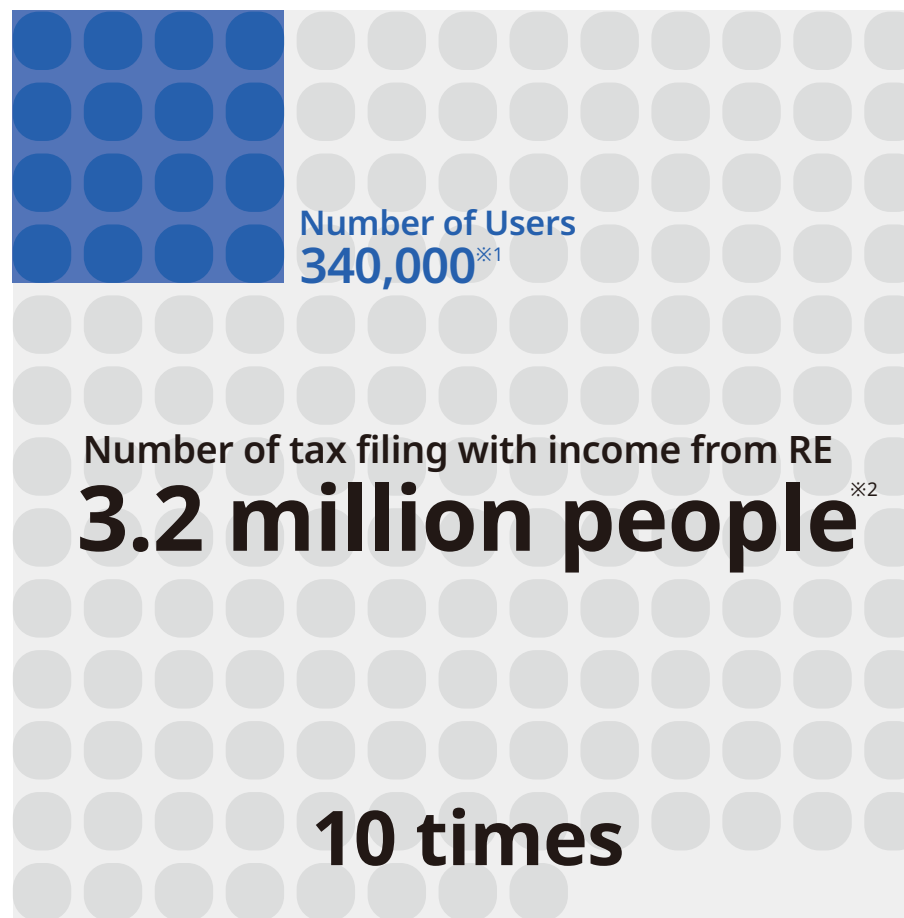
Dividend amount: 14yen per share from 13yen per share (+27% year on year basis)

Dividend ratio: About 21%

About other shareholder returns

We may acquire treasury stock if it is deemed necessary
from the perspective of the stock price and improvement of return to shareholders.

Market Potential (Users)



※1 FY3Q/2023

※2 Source: National Tax Agency

Market Potential (RE agencies)



※1 FY3Q/2023

※2 Number of stores does not be disclosed.

There is high possibility that the number of stores
is more than that of companies.

TOPIX

Revision of earnings forecast

Exceeded initial earnings forecast due to increased profits in Property Listing Service and Advertising Service

通期業績予想の上方修正に関するお知らせ

当社は、2022年9月21日に公表した2023年7月期の業績予想を上方修正いたしましたのでお知らせいたします。

記

1. 通期業績予想の修正について

(1) 2023年7月期業績予想数値の修正 (2022年8月1日～2023年7月31日)

	営業収益 (百万円)	営業利益 (百万円)	経常利益 (百万円)	当期純利益 (百万円)	1株当たり 当期純利益 (円 銭)
前回発表予想 (A)	2,000	1,050	1,050	686	62.79
今回修正予想 (B)	2,050	1,102	1,102	720	66.48
増減額 (B-A)	50	52	52	34	
増減率 (%)	2.5	5.0	5.0	5.1	
(ご参考) 前期実績 (2022年7月期)	1,875	1,013	1,013	686	62.28

(2) 修正の理由

営業収益は、物件掲載サービス、広告サービスが順調に推移し、当初の予想を上回る見込みです。

営業利益につきましても、営業収益の結果当初の予想を上回る見込みです。

これらにより、過去最高の業績を達成できる見込みとなりました。

※上記の予想数値につきましては、発表日現在において入手可能な情報に基づいて作成したものであり、実際の業績は、今後様々な要因によって予想数値と異なる場合があります。

Acquisition of treasury stocks

The purpose of acquisition of treasury stocks.

The Perspective of the stock price and the improvement of return to shareholders.

The contents of acquisition of treasury stocks.

- The total number of stocks 120,000 stocks (maximum)
- The total amount of stocks 100,000 thousand yen (maximum)
- The term of the acquisition from March 23rd 2023 to September 29th 2023

Share splits

The purpose of the stock splits.

Improvement in trading volume of the company's shares and expanding the investor.

The contents of the share splits.

At a rate of two shares of every one share of common stock.

Recorded in the shareholder register with July 31, 2023 as the record date.

The number of downloads of the app
“Rakumachi for Real Estate Investment” exceeded 400,000

The user satisfaction was also high

国内最大級の
不動産投資
アプリ

／おかげさまで／
40万
ダウンロード突破！

楽待
by ファーストロジック

The advertisement features a woman in a yellow uniform with a black beret and white gloves, pointing towards the text. A smartphone in the bottom right corner displays the app's interface, which includes a search bar, a list of properties, and a section for real estate investment consultation. The app's name "楽待" is prominently displayed at the top of the phone screen.

Quantified the progress of the corporate vision through Rakumachi user survey

The corporate vision remains same level. The corporate mission is slightly improving

- ・ Creating the fair RE investment market : 3.49 (±0 year on year basis)
- ・ Supporting the RE investors: 3.63 (+0.01 year on year basis)
- ・ Creating the sound RE industry: 3.42 (±0 year on year basis)
- ・ Improving the information of RE: 3.45 (+0.02 year on year basis)

2023 年 5 月 9 日

「名ばかりにしない」企業ビジョンの進捗を数値化

不動産投資の楽待がユーザー調査を実施

2016 年から毎年実施、今回は 624 名が回答

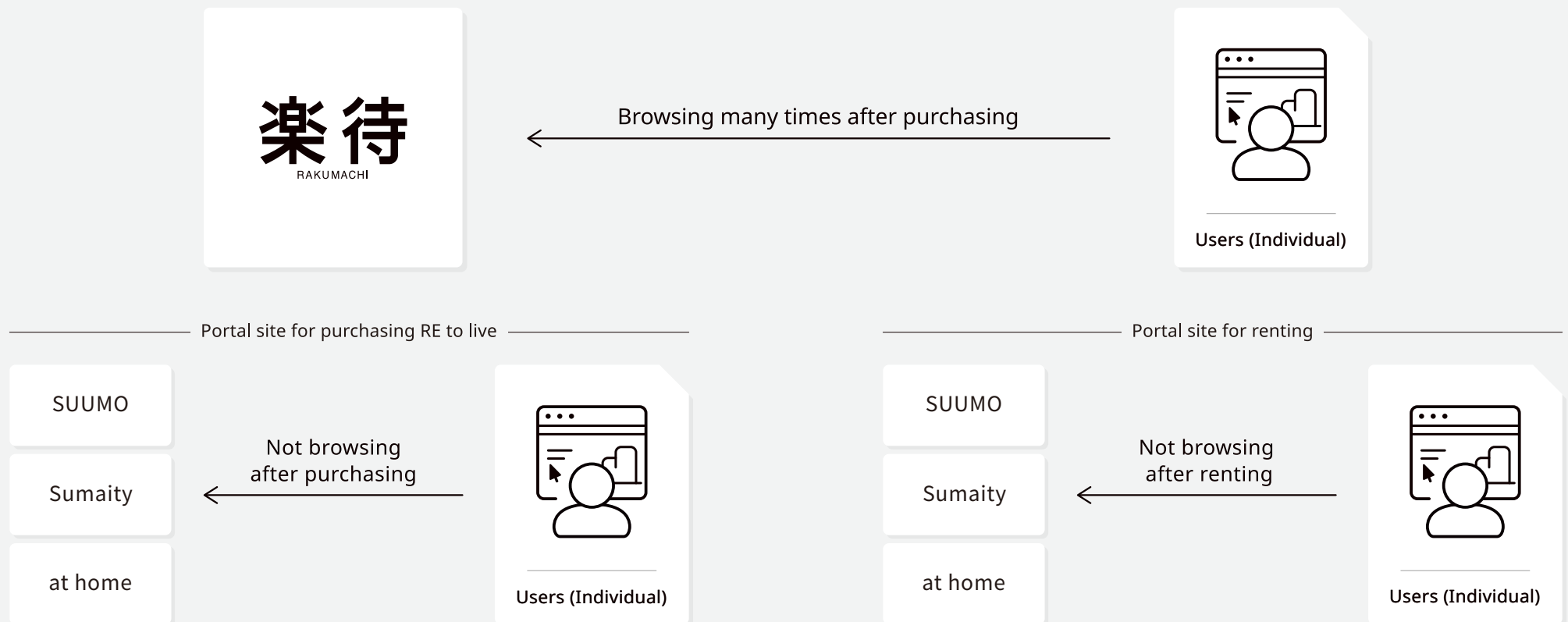


国内最大の不動産投資サイト「楽待 (<https://www.rakumachi.jp>)」を運営する株式会社ファーストログジック(本社:東京都中央区、東証スタンダード、証券コード:6037)では、楽待新聞の読者を対象に、サービスの満足度や「公正な不動産投資市場を創造する」という当社のビジョンに対する評価などを質問するアンケート調査を実施しました。この調査は、2016 年から年に 1 回以上のペースで実施しており、調査で得ら

APPENDIX

Lower Marketing Cost

Our marketing cost is lower than other RE portal site because the user voluntarily browses our site to search for another property for more return.

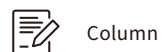


All in One Service for RE investment

There are various phases in RE investment from purchasing, operating to selling.
We have all in one service for RE investment to ease burden such as searching for various business partners.

All in One service

Studying



Column



Movie



Counselling



Seminar

Purchasing



Property listing



Simulation



Valuation
for property



Proposal service



Message function



Information
for borrowing

Management and Selling



Exterior painting



Interior reform



Leasing
management



New construction



Assessment
for selling



Property Listing

There are many kinds of properties for investment in our listed in our portal site. Many users inquire there properties.



Service



Proposal

Users register their property needs such as their income etc.

Users can get the property information they meet their needs.

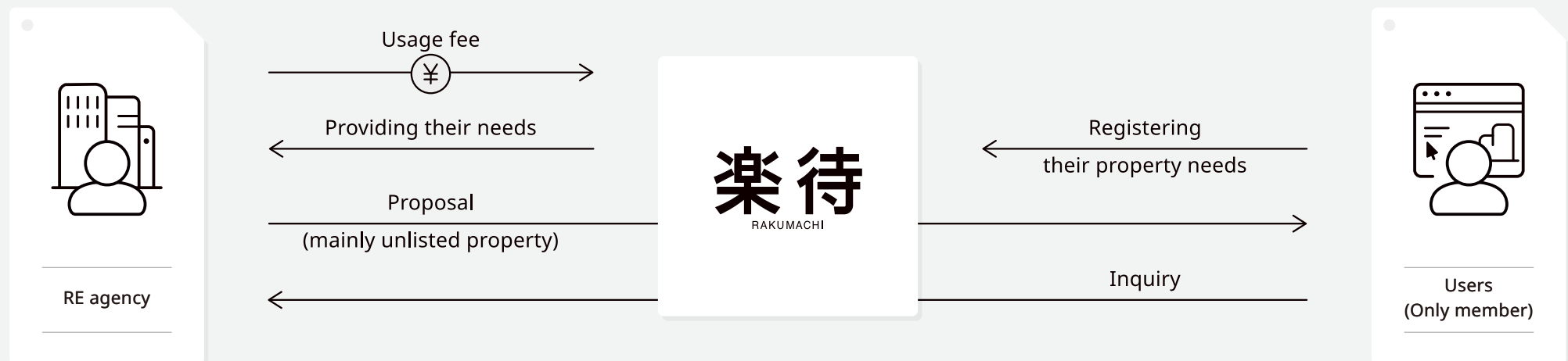
Acquiring in Japan^{※1} and US^{※2}

※1 August. 2010

※2 February. 2013



Service



Advertising

We provides many advertising spaces in our portal site such as Youtube movie, article ad, mail magazine, seminar and banner.



Service



Assessment for selling

Assessment service for selling mainly investment properties.

Users can make a request assessment.



Service



Estimate for Management

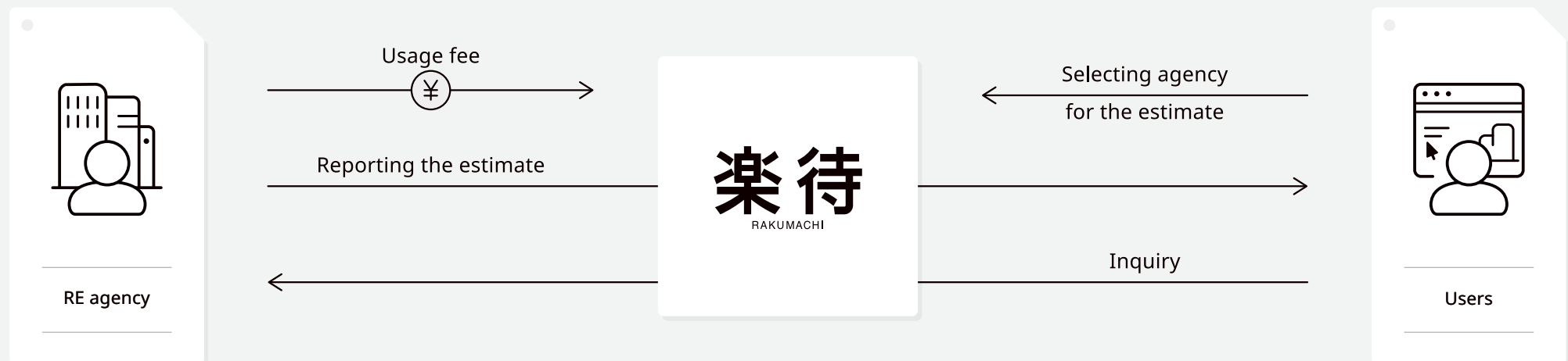
Estimate for management property and leasing.

Users can search the reform agencies.

- Exterior painting
- Leasing management
- New construction
- Interior reform



Service



Rakumachi Premium

Subscription service for users.
We provides various functions.



Service

楽待
RAKUMACHI

Usage fee



Providing premium service



Users

Supporting Japan Shogi Association (JSA)

We have been supporting JSA because we hope students realize the importance of logical thinking.

ファーストロジック杯
全国オール学生将棋選手権



Rakumachi contributes to solving vacant house problem.

Vacant house has become a social problem

- Vacant house cause many problem such as collapse for aging, arson and security deterioration.
- 13.6% of nationwide houses are vacant houses.
(by residential and land statistical survey in 2018)

Vacant house owners can sale properties to RE investors in Rakumachi

- Investing in that house is easy to entry because vacanhouse is low price.
- Needs for investing in that house has increased at Rakumachi.



Digital transformation and 5G of RE investment market

About 20 years ago

- RE investment salesmen did business with paper, phone and fax.
- Sales were based on a personal network.

Present

- We can provide video calling on Rakumachi app for business meeting.



Firstlogic

1st

The Nikkei *NEXT 1000 the ranking of growth rate of total asset in 5 years*

5th February 2019

5th

DIAMOND *Operating Income to Net Sales Ratio Ranking*

25th June 2022

23rd

DIAMOND *Equity Ratio Ranking*

25th June 2022

29th

Great Place to Work Ranking 2019 Small Midsize Entity Segment

129th

TOYO KEIZAI *Per capita operating margin ranking*

26th July 2022

Encouragement Award

6th the white Company way Award

The nomination of

Deloitte Touche Tohmatsu Ltd. Japan Technology Fast 50

Rakumachi

1st

Number of Property Listing

Japan Marketing Research Organization, Inc. (Dec. 2022)

1st

Degree of Usability

Gomez consulting (Dec. 2022)

1st

Number of Users

In-company investigation (Dec. 2022)

Corporate Profile

Name	First logic Inc. (Stock exchange listing: Tokyo standard section, code 6037)
Date of establishment	23rd Oct 2005
Place	5F Sumitomo Fudosan Hatchobori Building, Hatchobori 3-3-5 chuo-ku Tokyo, 104-0032
Business	The management of real estate investment portal site Rakumachi
Corporate identity	Making the contribution of development of the society
Vision	Creating fair RE investment market

This document includes descriptions which are based on information available as of today. Actual situation mentioned in it would be different from what is was stated because of incidents in the future.