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Consolidated Financial Results for the Nine Months Ended December 31, 2019 [Japanese GAAP]



February 14, 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: February 14, 2020
 Scheduled date of commencing dividend payments: —
 Availability of supplementary briefing material on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Not Scheduled

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2019(April 1, 2019 to December 31, 2019)

(1) Consolidated Operating Results (cumulative) (% 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, 2019	8,635	(12.5)	(720)	-	(729)	-	(4,432)	-
December 31, 2018	9,867	19.9	(309)	-	(312)	-	(262)	-

(Note) Comprehensive income: Nine months ended December 31, 2019: ¥ (4,432)million [-%]

Nine months ended December 31, 2018: ¥ (262)million [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2019	(76.33)	-
December 31, 2018	(4.61)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2019	15,660	4,317	27.4
As of March 31, 2019	21,797	8,221	37.7

(Reference) Equity: As of December 31, 2019: ¥ 4,289million

As of March 31, 2019: ¥ 8,220million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2019	Yen -	Yen 0.00	Yen -	Yen 0.00	Yen 0.00
Fiscal year ending March 31, 2020	-	0.00	-		
Fiscal year ending March 31, 2020 (Forecast)			-	-	-

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2020 (April 1, 2019 to March 31, 2020)

The crypto currency exchange business of the Group's financial business, is influenced by crypto currency market which reflects economic conditions and trends in the financial market and makes it difficult to calculate an appropriate and reasonable financial results forecast, and therefore a financial results forecast for the fiscal year ending March 31, 2020 is not provided.

* Notes:

(1) Changes in significant subsidiaries during the Nine months ended December 31, 2019: 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: No

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):

December 31, 2019: 58,467,600 shares

March 31, 2019: 57,057,200 shares

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

December 31, 2019: 60,000 shares

March 31, 2019: 60,000 shares

3) Average number of shares during the period:

Nine months ended December 31, 2019: 58,064,295 shares

Nine months ended December 31, 2018: 56,983,850 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, 2020 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, 2019	As of December 31, 2019
Assets		
Current assets		
Cash and deposits	6,457	2,685
Accounts receivable - trade	745	1,111
Merchandise	341	369
Real estate for sale in process	-	112
Virtual currencies	10,327	9,067
Deposits paid	1,370	212
Other	917	383
Allowance for doubtful accounts	(15)	(16)
Total current assets	20,144	13,926
Non-current assets		
Property, plant and equipment	84	78
Intangible assets		
Software	849	549
Software in progress	19	138
Total intangible assets	869	688
Investments and other assets		
Lease and guarantee deposits	358	357
Fixed loan	86	86
Other	339	609
Allowance for doubtful accounts	(86)	(86)
Total investments and other assets	698	966
Total non-current assets	1,652	1,733
Total assets	21,797	15,660

(Million yen)

	As of March 31, 2019	As of December 31, 2019
Liabilities		
Current liabilities		
Accounts payable - trade	198	298
Current portion of long-term	50	—
Accounts payable - other	404	249
Deposits received	2,303	1,724
Deposits received for virtual currency	8,186	8,209
Income taxes payable	41	64
Loans payable-virtual currencies	2,006	733
Other	374	62
Total current liabilities	13,565	11,342
Non-current liabilities		
Lease obligations	0	0
Deferred tax liabilities	9	—
Total non-current liabilities	10	0
Total liabilities	13,576	11,342
Net assets		
Shareholders' equity		
Share capital	3,696	3,947
Capital surplus	3,718	3,968
Retained earnings	823	(3,608)
Treasury shares	(18)	(18)
Total shareholders' equity	8,220	4,289
Share acquisition rights	0	28
Total net assets	8,221	4,317
Total liabilities and net assets	21,797	15,660

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended December 31

(Million yen)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Net sales	9,867	8,635
Cost of sales	7,852	7,782
Gross profit	2,015	853
Selling, general and administrative expenses	2,325	1,574
Operating profit (loss)	(309)	(720)
Non-operating income		
Interest income	0	2
Dividend income	0	0
Royalty	1	0
Interest on tax refund	-	2
Other	0	0
Total non-operating income	2	5
Non-operating expenses		
Interest expenses	3	0
Issuance cost of subscription rights to shares	1	3
Share issuance cost	0	10
Other	0	0
Total non-operating expenses	5	14
Ordinary profit (loss)	(312)	(729)
Extraordinary income		
Gain on sales of non-current assets	-	0
Gain on sales of shares of subsidiaries and associates	-	84
Total extraordinary income	-	84
Extraordinary losses		
Loss on retirement of non-current assets	1	267
Loss on sales of non-current assets	-	0
Loss on sales of investments in capital of subsidiaries and associates	4	-
Loss on valuation of investments in capital of subsidiaries and associates	-	62
Theft loss of virtual currencies	-	3,246
Additional losses related to the theft of virtual currency	-	167
Impairment loss	-	2
Total extraordinary losses	5	3,747
Loss before income taxes	(318)	(4,392)
Income taxes - current	(0)	48
Income taxes - deferred	(55)	(9)
Total income taxes	(55)	39
Loss	(262)	(4,432)
Loss attributable to non-controlling interests	(0)	-
Loss attributable to owners of parent	(262)	(4,432)

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended December 31

(Million yen)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Loss	(262)	(4,432)
Comprehensive income	(262)	(4,432)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(262)	(4,432)
Comprehensive income attributable to non-controlling interests	(0)	—