ITmedia Inc.
Consolidated Financial Report
For the three-month period ended June 30, 2022 (IFRS)

Tokyo, July 29, 2022

1. Financial Highlights

(Millions of yen; amounts less than one million yen are omitted)

(1) Results of Operations

(Percentages are shown as year-on-year changes)

	Revenue		Operating income		Income before income tax		Net income		Net income attributable to owners of the parent		Total comprehensive income	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Three-month period ended June 30, 2022	¥1,980	12.8	¥630	9.1	¥629	10.0	¥428	10.4	¥428	10.4	¥428	37.1
Three-month period ended June 30, 2021	¥1,755	23.1	¥578	64.8	¥572	74.6	¥387	77.2	¥387	77.2	¥312	30.5

	Basic earnings per share (yen)	Diluted earnings per share (yen)
Three-month period ended June 30, 2022	¥21.66	¥21.39
Three-month period ended June 30, 2021	¥19.58	¥19.12

(2) Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets (%)
As of June 30, 2022	¥9,591	¥8,118	¥8,118	84.6
As of March 31, 2022	¥10,048	¥7,932	¥7,932	78.9

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	(yen)	(yen)	(yen)	(yen)	(yen)
Fiscal year ended March 31, 2022	—	11.00	—	12.00	23.00
Fiscal year ending March 31, 2023	—				
Fiscal year ending March 31, 2023 (Forecasted)		14.00	—	14.00	28.00

Note:
Revisions of the forecast from recentry announced figures : None

3. Consolidated forecasts for the fiscal year ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(Millions of yen)
(Percentages are shown as year-on-year changes)

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings per share (yen)
	Amount	%	Amount	%	Amount	%	Amount
Fiscal year ending March 31, 2023	¥8,730	7.9	¥2,920	8.7	¥1,970	9.4	¥99.66

Note:
Revisions of the forecast from recentry announced figures : None

*** Notes**

(1) Significant changes in scope of consolidation (changes in scope of consolidation of specified subsidiaries): None
Newly consolidated : None
Excluded from consolidation : None

(2) Changes in accounting policies and accounting estimates
[1] Changes in accounting policies required by IFRSs : None
[2] Changes in accounting policies other than those in [1] : None
[3] Changes in accounting estimates : None

(3) Number of shares issued (common stock)
[1] Number of shares issued (including treasury stock):

As of June 30, 2022 :	20,839,300	shares
As of March 31, 2022 :	20,837,300	shares

[2] Number of treasury stock:

As of June 30, 2022 :	1,072,098	shares
As of March 31, 2022 :	1,072,098	shares

[2] Average number of shares outstanding during the period:

As of June 30, 2022 :	19,767,004	shares
As of June 30, 2021 :	19,819,526	shares

*** This interim consolidated financial report is not subject to interim review procedures.**

*** Notes to forecasts on the consolidated results of operations and other items**

The descriptions regarding the future are estimated based on the information that the Company is able to obtain at the present point and assumptions which are deemed to be reasonable. However, actual results may be different due to various factors.

This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

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(1) Interim Condensed Consolidated Statement of Financial Position (Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
Asset		
Current aseets		
Cash and cash equivalents	6,815,771	6,613,916
Trade and other receivables	1,293,583	1,100,755
Other finacial assets	500,000	500,000
Inventories	16,939	17,358
Other current assets	101,746	104,412
Total current aseets	8,728,040	8,336,443
Non-current assets		
Property and equipment	122,057	117,645
Right of use assets	175,986	131,990
Goodwill	443,471	443,471
Intangible assets	208,801	184,590
Other financial assets	146,919	146,919
Deferred tax assets	219,514	220,274
Other non-current assets	3,800	9,873
Total non-current assets	1,320,551	1,254,765
Total assets	10,048,592	9,591,209
Liabilities and equity		
Current liabilities		
Trade and other payables	401,342	270,946
Lease liabilities	162,671	118,674
Income taxes payable	586,677	202,403
Contract liabilities	322,641	303,977
Other current liabilities	577,901	513,206
Total current liabilities	2,051,234	1,409,208
Non-current liabilities		
Lease liabilities	2,403	2,079
Provisions	28,950	28,950
Other non-current liabilities	33,352	32,212
Total non-current liabilities	64,705	63,241
Total liabilities	2,115,940	1,472,449
Equity		
Equity attributable to owners of parent		
Share capital	1,825,609	1,826,200
Capital surplus	2,108,276	2,102,756
Retained earnings	5,143,378	5,334,414
Treasury stock	(1,144,612)	(1,144,612)
Total equity attributable to owners of parent	7,932,652	8,118,759
Total equity	7,932,652	8,118,759
Total liabilities and equity	10,048,592	9,591,209

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(2) Condensed Interim Consolidated Statement of Income

(Thousands of yen)

	Three-month period ended June 30, 2021	Three-month period ended June 30, 2022
Revenue	1,755,779	1,980,041
Cost of sales	(587,774)	(715,360)
Gross profit	1,168,005	1,264,681
Selling, general and administrative expenses	(590,070)	(634,454)
Other income and expenses, net	275	338
Operating profit	578,210	630,565
Other non-operating income and expenses	(1,296)	(1,121)
Share of profit (loss) of investments accounted for using equity method	(4,797)	—
Profit before tax	572,116	629,444
Income tax expense	(184,124)	(201,225)
Profit	387,991	428,218
Profit attributable to		
Owners of parent	387,991	428,218
Non-controlling interests	—	—
	387,991	428,218
Earning per share attributable to owners of parent		
Basic earning per share (yen)	19.58	21.66
Diluted earning per share (yen)	19.12	21.39

(3) Condensed Interim Consolidated Statement of Comprehensive Income

(Thousands of yen)

	Three-month period ended June 30, 2021	Three-month period ended June 30, 2022
Profit	387,991	428,218
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Equity financial assets at FVTOCI	(75,594)	—
Total items that will not be reclassified to profit or loss	(75,594)	—
Total other comprehensive income	(75,594)	—
Total comprehensive income	312,397	428,218
Total comprehensive income attributable to		
Owners of parent	312,397	428,218
Non-controlling interests	—	—
	312,397	428,218

(4) Condensed Interim Consolidated Statement of Changes in Equity

For the three-month period ended June 30, 2021

(Thousands of yen)

	Equity attributable to owners of parent						
	Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income	Total	Total equity
As of April 1, 2021	1,735,570	1,926,189	3,607,628	(344,517)	192,460	7,117,330	7,117,330
Comprehensive income							
Profit(loss)	—	—	387,991	—	—	387,991	387,991
Other comprehensive income	—	—	—	—	(75,594)	(75,594)	(75,594)
Total comprehensive income	—	—	387,991	—	(75,594)	312,397	312,397
Transactions with owners and other transactions							
Dividends	—	—	(178,375)	—	—	(178,375)	(378,375)
Share-based payment transactions	—	(2,282)	—	—	—	(2,282)	(2,282)
Total transactions with owners and other transactions	—	(2,282)	(178,375)	—	—	(180,657)	(180,657)
As of June 30, 2021	1,735,570	1,923,906	3,817,243	(344,517)	116,866	7,249,070	7,249,070

For the three-month period ended June 30, 2022

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total	Total equity
As of April 1, 2022	1,825,609	2,108,276	5,143,378	(1,144,612)	7,932,652	7,932,652
Comprehensive income						
Profit(loss)	—	—	428,218	—	428,218	428,218
Total comprehensive income	—	—	428,218	—	428,218	428,218
Transactions with owners and other transactions						
Issuance of new shares	591	579	—	—	1,170	1,170
Dividends	—	—	(237,182)	—	(237,182)	(237,182)
Share-based payment transactions	—	(6,099)	—	—	(6,099)	(6,099)
Total transactions with owners and other transactions	591	(5,520)	(237,182)	—	(242,111)	(242,111)
As of June 30, 2022	1,826,200	2,102,756	5,334,414	(1,144,612)	8,118,759	8,118,759

(5) Interim Condensed Consolidated Statement of Cash Flows

(Thousands of yen)

	Three-month period ended June 30, 2021	Three-month period ended June 30, 2022
Cash flows from operating activities		
Profit before tax	572,116	629,444
Depriciation and amortization	70,017	69,119
Share of profit (loss) of investments accounted for using equity method	4,797	—
Share-based payment expenses	(2,282)	(6,099)
Increase/decrease in trade and other receivables	393,633	192,827
Increase/decrease in trade and other payables	(128,469)	(129,160)
Increase/decrease in trade and contract liabilities	(3,571)	(18,663)
Other	(146,066)	(73,879)
Subtotal	760,174	663,588
Interest and dividends received	58	66
Interest paid	(105)	(52)
Income taxes paid	(571,494)	(586,486)
Net cash provided by operating activities	188,633	77,117
Cash flows from investing activities		
Payment into time deposits	(200,000)	(200,000)
Proceeds from withdrawal of time deposits	200,000	200,000
Purchase of property, equipment, and intangible assets	(13,425)	(5,735)
Proceeds from guarantee deposits	48,798	—
Net cash provided by (used in) investing activities	35,372	(5,735)
Cash flows from financing activities		
Proceeds from issuance of shares	—	1,170
Dividends paid	(173,448)	(230,085)
Repayments of lease liabilities	(45,080)	(44,320)
Net cash used in financing activities	(218,528)	(273,235)
Increase/decrease in cash and cash equivalents	5,477	(201,854)
Cash and cash equivalents at the beginning of the period	5,877,480	6,815,771
Cash and cash equivalents at the end of the period	5,882,957	6,613,916