

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended March 31, 2024 (Based on Japanese GAAP)

May 10, 2024

Company name: LINKBAL INC  
 Stock exchange listing: Tokyo  
 Stock code: 6046 URL <https://linkbal.co.jp>  
 Representative: CEO & President Yoshihiro Kazumasa  
 Inquiries: Financial accounting Dept. Director Daisuke Matsuoka TEL 050(1741)2300  
 Scheduled date to file Quarterly Securities Report: May 10, 2024  
 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. Consolidated financial results for the six months ended March 31, 2024 (from October 1, 2023 to March 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended March 31, 2024	485	–	(81)	–	(81)	–	(83)	–
Six months ended March 31, 2023	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2024	(4.46)	–
Six months ended March 31, 2023	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2024	1,462	1,047	71.6
As of September 30, 2023	–	–	–

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, 2023	–	0.00	–	0.00	0.00
Year ending September 30, 2024	–	0.00			
Year ending September 30, 2024 (Forecast)			–	0.00	0.00

3. Forecast of consolidated financial results for the year ending September 30, 2024 (from October 1, 2023 to September 30, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,243	–	6	–	6	–	4	–	0.26

4. Notes

- (1) Changes in significant subsidiaries during the six months ended March 31, 2024  
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	19,500,000 shares	As of September 30, 2023	19,500,000 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	773,430 shares	As of September 30, 2023	785,698 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended March 31, 2024	18,716,112 shares	Six months ended March 31, 2023	18,699,740 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

As of March 31, 2024

Assets	
Current assets	
Cash and deposits	1,196,224
Accounts receivable - trade	40,524
Accounts receivable - other	59,118
Other	17,057
Allowance for doubtful accounts	(492)
Total current assets	1,312,432
Non-current assets	
Property, plant and equipment	109,792
Intangible assets	0
Investments and other assets	
Distressed receivables	957
Other	41,251
Allowance for doubtful accounts	(2,142)
Investments and other assets	40,066
Total non-current assets	149,859
Total assets	1,462,291
Liabilities	
Current liabilities	
Accounts payable - trade	4,408
Short-term borrowings	100,000
Current portion of long-term borrowings	3,601
Accounts payable - other	73,986
Income taxes payable	2,523
Accrued consumption taxes	11,876
Advances received	18,298
Deposits received	15,420
Provision for bonuses	16,814
Other	16,864
Total current liabilities	263,794
Non-current liabilities	
Long-term borrowings	110,859
Asset retirement obligations	18,889
Deferred tax liabilities	5,534
Long-term guarantee deposits	15,500
Total non-current liabilities	150,782
Total liabilities	414,577
Net assets	
Shareholders' equity	
Share capital	50,000
Capital surplus	499,630
Retained earnings	854,853
Treasury shares	(357,186)
Total shareholders' equity	1,047,297
Share acquisition rights	417
Total net assets	1,047,714
Total liabilities and net assets	1,462,291

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

	(Thousands of yen)
	Six months ended March 31, 2024
Net sales	485,444
Cost of sales	99,505
Gross profit	385,938
Selling, general and administrative expenses	467,141
Operating loss	(81,202)
Non-operating income	
Interest income	53
Other	129
Total non-operating income	182
Non-operating expenses	
Interest expenses	51
Compensation for damage	250
Total non-operating expenses	301
Ordinary loss	(81,321)
Extraordinary income	
Gain on reversal of share acquisition rights	57
Total extraordinary income	57
Loss before income taxes	(81,264)
Income taxes - current	2,524
Income taxes - deferred	(349)
Total income taxes	2,174
Loss	(83,438)
Loss attributable to owners of parent	(83,438)

## Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended March 31, 2024
Loss	(83,438)
Comprehensive income	(83,438)
Comprehensive income attributable to Comprehensive income attributable to owners of parent	(83,438)

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended March 31, 2024
<b>Cash flows from operating activities</b>	
Loss before income taxes	(81,264)
Depreciation	9,340
Increase (decrease) in allowance for doubtful accounts	1,082
Increase (decrease) in provision for bonuses	(111)
Interest and dividend income	(53)
Interest expenses	51
Gain on reversal of share acquisition rights	(57)
Decrease (increase) in trade receivables	(4,706)
Decrease (increase) in accounts receivable - other	3,793
Increase (decrease) in trade payables	2,268
Increase (decrease) in accounts payable - other	(30,275)
Increase (decrease) in accrued consumption taxes	11,876
Increase (decrease) in advances received	623
Increase (decrease) in deposits received	(3,775)
Other, net	240
Subtotal	<u>(90,966)</u>
Interest and dividends received	53
Interest paid	(51)
Income taxes refund (paid)	(627)
Net cash provided by (used in) operating activities	<u>(91,592)</u>
<b>Cash flows from investing activities</b>	
Purchase of property, plant and equipment	(1,256)
Collection of loans receivable from subsidiaries and affiliates	6,314
Net cash provided by (used in) investing activities	<u>5,058</u>
<b>Cash flows from financing activities</b>	
Proceeds from short-term borrowings	100,000
Repayments of long-term borrowings	(1,662)
Net cash provided by (used in) financing activities	<u>98,338</u>
Net increase (decrease) in cash and cash equivalents	<u>11,803</u>
Cash and cash equivalents at beginning of period	<u>1,154,420</u>
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	30,000
Cash and cash equivalents at end of period	<u>1,196,224</u>